A NONSUBSTANTIVE REVISION OF LOCAL LAWS RELATING TO SPECIAL DISTRICTS

Submitted to the 86th Legislature
as part of the
Texas Legislative Council's
Statutory Revision Program

Austin, Texas
2019

FOREWORD

The Texas Legislative Council is required by Section 323.007, Government Code, to carry out a complete nonsubstantive revision of the Texas statutes. The process involves reclassifying and rearranging the statutes in a more logical order, eliminating repealed, invalid, duplicative, and other ineffective provisions while employing a format and numbering system that will accommodate future expansion of the law, and improving the draftsmanship of the statutes as practicable. The revision is intended to further the legislature's stated purpose of making the statutes "more accessible, understandable, and usable" without altering the sense, meaning, or effect of the law.

Under the classification scheme adopted by the Texas Legislative Council, the statutes will eventually consist of 27 codes, each governing a different subject matter. To date, the council has produced and the legislature has enacted the Agriculture Code, Alcoholic Beverage Code, Business & Commerce Code, Civil Practice and Remedies Code, Education Code, Election Code (a substantive revision), Estates Code, Finance Code, Government Code, Health and Safety Code, Human Resources Code, Insurance Code, Labor Code, Local Government Code, Natural Resources Code, Occupations Code, Parks and Wildlife Code, Property Code, Tax Code (Title 1 of which was a substantive revision), Transportation Code, Utilities Code, and Water Code. The 78th Legislature, Regular Session, 2003, enacted a Special District Local Laws Code of which the following revised laws form a part. The council's staff also assisted the state bar in the Business Organizations Code, Penal Code, and Family Code projects, which were substantive revisions, and revised miscellaneous criminal procedure provisions as Title 2 of the Code of Criminal Procedure. In addition, as part of its continuing statutory revision program the council is carrying out a nonsubstantive revision of various portions of the Code of Criminal Procedure.

The revised local laws governing special districts included in this revision are placed into the Special District Local Laws Code enacted by the 78th Legislature, Regular Session, 2003, according to the structure established by that enactment. The Special District Local Laws Code is divided into titles by broad subject matter, subtitles by type of special district, chapters governing individual districts, subchapters for organization, and sections for distinct provisions of law. Sections are numbered decimally, with the number to the left of the decimal the same as the number of the chapter in which the section is contained. Because the code concerns a great number of individual special districts, the code is organized to provide a unique chapter number for each district whose governing laws have been revised. Gaps have been left in chapter and section numbering to accommodate later expansions of the law.

This revisor's report reflects the enactment of Chapter 468, Acts of the 86th Legislature, Regular Session, 2019, the Texas Legislative Council staff's revision of local laws governing various kinds of special districts in this state. The revisor's

report states the <u>Revised Law</u>, which is the text of the new law, and then provides the <u>Source Law</u>, which is the text of the former law from which the new law was derived. If further explanation of either the revised law or the source law is required, a <u>Revisor's Note</u> is included after the source law. All substance of the source law is revised in the revised law or the reason for its omission is explained in a revisor's note.

Note that this revision does not take effect until April 1, 2021, to provide all affected persons a complete legislative cycle to review the revision more closely.

Because of the extensive reorganization of many statutes, and even provisions within a statute, it may be helpful to refer to the source law for a given chapter as a whole, so that it may be read in its former context, and to refer to the disposition table, which shows where the former statutes, as revised, appear in this code. The disposition table is printed as Appendix C to the revisor's report.

The revision required conforming amendments to several statutes. These amendments, also enacted into law by Chapter 468, Acts of the 86th Legislature, Regular Session, 2019, are printed in Appendix A to the revisor's report. Appendix A also includes a section listing the laws repealed effective April 1, 2021, and a section stating the legislature's intent that the code be a nonsubstantive revision.

In reviewing this revisor's report, the reader should keep in mind that:

- (1) Except as otherwise provided, Chapter 311, Government Code (Code Construction Act), applies to the code. That chapter sets out certain principles of statutory construction applicable to new codes and also provides some definitions. The chapter is printed as Appendix B to this report.
- (2) The proposed code is written in modern American English. Where possible, the present tense is used, the active voice is used in preference to the passive voice, and the singular is used in preference to the plural.
- (3) This is a nonsubstantive revision. The Texas Legislative Council staff's authority does not include improving the substance of the source law. The sole purpose of the revision is to compile all the relevant law, arrange it in a logical fashion, and rewrite it without altering its sense, meaning, or legal effect. If a particular source law statute is ambiguous and the ambiguity cannot be resolved without a potential substantive effect, the ambiguity is preserved.

The portion of this revision project that concerns navigation districts, port authorities, and river authorities is under the direction of Christopher Clapham, Legislative Counsel, of the Texas Legislative Council's legal division staff. The portion of this revision project that concerns groundwater conservation districts, municipal utility districts, and water control and improvement districts is under the direction of Jessie Coulter, Legislative Counsel, of the Texas Legislative Council's legal division staff. Questions may be directed to the appropriate person at P.O. Box 12128, Capitol Station, Austin, Texas 78711-2128, or by telephone at (512) 463-1151.

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1			TITLE 5. TRANSPORTATION	
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17	CHAPTER 5012. SABINE PASS PORT AUTHORITY
18	SUBCHAPTER A. GENERAL PROVISIONS
19	Revised Law
20	Sec. 5012.0001. DEFINITIONS. In this chapter:
21	(1) "Authority" means the Sabine Pass Port Authority.
22	(2) "Commission" means the authority's port
23	commission.
24	(3) "Commissioner" means a commission member. (Acts
25	63rd Leg., R.S., Ch. 379, Secs. 1 (part), 2 (part).)
26	Source Law
27 28 29 30 31 32	Sec. 1 [a port district] to be known as the Sabine Pass Port Authority, Sec. 2. As used herein: (1) "Authority" means the Sabine Pass Port Authority.
32 33 34 35	(2) "Commission" means the port commission of the authority, (3) "Commissioner" means a member of the commission.
36	Revised Law
37	Sec. 5012.0002. LEGISLATIVE FINDINGS OF PURPOSE AND
38	BENEFIT. (a) The authority is a port district essential to

- 1 accomplish the purposes of Section 59, Article XVI, Texas
- 2 Constitution.

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- 3 (b) All territory in the authority benefits from the
- 4 authority's improvements, works, and facilities. (Acts 63rd Leg.,
- 5 R.S., Ch. 379, Sec. 1 (part).)

6 Source Law

Sec. 1. There is hereby created, in addition to the districts into which the state has heretofore been $\frac{1}{2}$ divided, a port district [to be known as the Sabine Pass Port Authority] the creation of such district is hereby determined to be essential to the accomplishment of the purposes of Article XVI, Section 59, of the Texas Constitution. . . . It is hereby found that all territory within the boundaries of the Sabine Authority Port as enlarged is and will present benefited bу the and contemplated improvements, works, and facilities of said authority.

Revisor's Note

- (1) Section 1, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that the authority "is hereby created." The revised law omits the quoted language as executed.
- (2) Section 1, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, states that the authority is created "in addition to the districts into which the state has heretofore been divided." The revised law omits the quoted language because an accepted general principle of statutory construction requires that a statute be given cumulative effect with other statutes unless the statute provides otherwise or unless the statute conflicts with another statute.
- (3) Section 1, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that the authority is a governmental agency and body politic and corporate with the powers of government. The revised law omits that provision because it duplicates a portion of Section 59(b), Article XVI, Texas

- Constitution, which provides that a district created under that section is a governmental agency and a body politic and corporate with governmental powers conferred by law. The omitted law reads:
 - Sec. 1. . . . Such district shall be and is hereby declared to be a governmental agency and body politic and corporate with the powers of government and
 - (4) Section 1, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, states that all territory inside the authority is benefited by the authority's "present and contemplated" improvements, works, and facilities. The revised law omits "present and contemplated" as unnecessary in this context because the phrase does not add to the clear meaning of the law.
- (5) Section 1, Chapter 379, Acts of the 63rd 17 18 Legislature, Regular Session, 1973, as amended by Section 1, Chapter 56, Acts of the 67th Legislature, 19 20 Regular Session, 1981, provides that the territory included in the authority "as enlarged" is and will be 21 benefited by the authority's improvements, works, and 2.2 23 facilities. The revised law omits the quoted language 24 as executed.

25 Revised Law

- Sec. 5012.0003. AUTHORITY TERRITORY. The authority is composed of the territory in Jefferson County described by Section 1, Chapter 379, Acts of the 63rd Legislature, 1973, as that territory may have been modified under:
- 30 (1) Subchapter H, Chapter 62, Water Code; or
- 31 (2) other law. (Acts 63rd Leg., R.S., Ch. 379, Sec. 1 32 (part); New.)

33 Source Law

Sec. 1. . . . [the Sabine Pass Port Authority,]
with boundaries as hereinafter set out. . . in
Jefferson County, Texas, . . .

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Revisor's Note

The revised law does not revise the statutory language describing the territory of the authority by metes and bounds to avoid the lengthy recitation of the description and because that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes a reference to statutory description of the the authority's territory. The revised law also includes a reference to authority to change the authority's territory under Subchapter H, Chapter 62, Water Code. Chapter 62 applies to the authority under Section 3, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, revised in part in this chapter as Section 5012.0101. The revised law also includes a reference to the general authority of the legislature to enact other laws to change the authority's territory.

Revisor's Note (End of Subchapter)

Section 1, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, which describes the authority's territory, was amended in 1981 by Chapter 56, Acts of the 67th Legislature, Regular Session, to include additional territory and to authorize the commission to hold an election or elections to approve the assumption of the authority's tax-supported bonds by, and the imposition of an ad valorem maintenance tax in, the authority as enlarged by Chapter 56. The revised law omits the provisions relating to the bond and tax elections as executed. The omitted law reads:

Sec. 1. . . . Further, the governing body of said authority is authorized to call an election or elections over the entire authority as enlarged for the purpose of

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determining (1)whether the authority as enlarged shall assume the tax-supported bonds of the authority then outstanding and whether an ad valorem tax shall be levied on all taxable property within the authority as enlarged for the payment thereof, and (2) whether an ad maintenance tax (for the valorem maintenance, operation, and upkeep of the authority and its facilities), in amount as is specified by the governing body of the authority, shall be levied on all taxable property within the authority as enlarged. Said election or elections shall be called and held, and notice thereof given, in the same manner (to the extent pertinent) as elections for the issuance of tax-supported bonds as provided in this Act, and if either or both of propositions should carry, the governing body of the authority shall be authorized to levy and collect such bond tax maintenance tax as voted.

SUBCHAPTER B. AUTHORITY ADMINISTRATION

25 <u>Revised Law</u>

- Sec. 5012.0051. COMMISSION; TERMS; ELECTION. (a) The
- 27 authority is governed by a commission composed of five elected
- 28 commissioners.

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- 29 (b) Commissioners serve staggered two-year terms, with two
- 30 commissioners elected in each even-numbered year and three
- 31 commissioners elected in each odd-numbered year.
- 32 (c) The commission:
- 34 (2) has the powers conferred on navigation and canal
- 35 commissioners of navigation districts and the commissioners court
- 36 by the Water Code. (Acts 63rd Leg., R.S., Ch. 379, Secs. 2(2)
- 37 (part), 4 (part), 5 (part).)

38 <u>Source Law</u>

- 39 [Sec. 2]
- 40 (2) ["Commission" means the port 41 commission of the authority,] which shall be its 42 governing body.
- The management and control 43 Sec. 4. of authority is hereby vested in the commission, which 44 shall, after the first election held hereunder, be 45 composed of five commissioners, each elected to serve 46 for the term of two years, . . . The commission shall have and may exercise, in addition to the powers and 47 48 functions set out in this Act, the powers and authority 49 conferred upon navigation and canal commissioners of 50 navigation districts and the county commissioners 51

court by the Water Code, but

Sec. 5. [An election shall be held in the authority . . . for the election of commissioners.]

. . two commissioners shall be elected in even years and three in odd years, in continuing sequence. . .

Revisor's Note

- (1) Section 4, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that "management and control of the authority is hereby vested in" the commission. The revised law substitutes "is governed by" for the quoted language because in context the phrases have the same meaning and the latter phrase is more consistent with modern usage.
- (2) Section 4, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that "after the first election held hereunder" the commission is composed of five commissioners. The revised law omits the quoted language as executed.
- (3) Section 4, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that the commission "shall have and may exercise" certain powers. Throughout this chapter, the revised law substitutes "may" for "shall have and may exercise" or other similar language because, in context, the language is synonymous and "may" is more commonly used.
- (4) Section 4, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, gives the commission certain powers that are "in addition to the powers and functions set out in this Act." The revised law omits the quoted language because the powers and functions to which it refers are expressly set forth in other sections of this chapter and a general reference to them is unnecessary.
 - (5) Section 4, Chapter 379, Acts of the 63rd

Legislature, Regular Session, 1973, provides that in the event of a conflict the act prevails over certain provisions of general law. The revised law omits that provision because it duplicates in substance Section 311.026(b), Government Code (Code Construction Act). The omitted law reads:

Sec. 4. . . . in case of any conflict, the provisions of this Act shall prevail.

Section 5, Chapter 379, Acts of the 63rd (6) Legislature, Regular Session, 1973, provides that commissioners' elections are held on the first Saturday in April of each year. The revised law omits that provision as impliedly repealed by Chapter 14, Acts of the 69th Legislature, 3rd Called Session, 1986, which amended Section 41.001, Election Code, to prescribe certain uniform election dates. Section 37 of that act required a political subdivision that held its general election of officers on a uniform election date in April to hold that election on a uniform election date in May or to choose a different uniform election day on which to hold the election. The omitted law reads:

Sec. 5. An election shall be held in the authority on the first Saturday in April of each year for the election of commissioners. . .

28 <u>Revised Law</u>

Sec. 5012.0052. QUALIFICATIONS FOR OFFICE. Each

30 commissioner must:

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- 31 (1) be a resident of the authority;
- 32 (2) own taxable property in the authority; and
- 33 (3) be a qualified voter. (Acts 63rd Leg., R.S., Ch.
- 34 379, Sec. 4 (part).)

35 Source Law

Sec. 4. . . . [five commissioners] . . . each of whom shall be a resident of the authority, own

1 taxable property within the boundaries οf the 2 authority, and be a qualified elector. . 3 Revisor's Note 4 Section 4, Chapter 379, Acts of the 63rd 5 Legislature, Regular Session, 1973, provides that a commissioner must be a qualified "elector." 6 revised law substitutes "voter" for "elector" because 7 the former is the term used in the Election Code. 8 9 Revised Law Sec. 5012.0053. NOTICE OF COMMISSIONERS' ELECTION. 10 of a commissioner's election shall be given by publishing notice 11 once each week for two consecutive weeks in a newspaper with general 12 circulation in the authority, with the first publication being made 13 not earlier than the 60th day before the date of the election, and 14 not later than the 21st day before the date of the election. (Acts 15 63rd Leg., R.S., Ch. 379, Sec. 5 (part).) 16 17 Source Law 18 Sec. 5. Notice of the 19 election shall be given publishing notice once each week for two consecutive 20 21 weeks in a newspaper with general circulation in the district, the first such notice to be published not more than 60 nor less than 21 days prior to the date of 22 23 24 the election. 25 Revisor's Note 26 Section 5, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to the 27 authority as a "district." For consistency throughout 2.8 this chapter, the revised law substitutes "authority" 29 for "district." 30 31 Revised Law Sec. 5012.0054. ELECTION RESULTS. 32 As soon as practicable 33 after each election held by the authority, the commission shall 34 declare the results of the election. (Acts 63rd Leg., R.S., Ch. 379, Sec. 6 (part).) 35 36 Source Law 37 Sec. 6. As soon as practicable after each election held 38

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by the authority, the commission shall meet to canvass

the returns and declare the results of the election.

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applicable

3 Revisor's Note

4 Section 6, Chapter 379, Acts οf the 63rd 5 Legislature, Regular Session, 1973, requires the commission to "canvass the returns" of each election 6 The revised law omits that 7 held by the authority. requirement because it duplicates in substance Section 8 9 67.002, Election Code, which requires the governing 10 body of a political subdivision that orders 11 election to canvass the returns.

12 Revised Law

- Sec. 5012.0055. COMMISSIONERS' OATH AND BOND. (a) Each commissioner shall:
- 15 (1) take an oath of office that contains the

law for

members

the

- 17 commissioners court; and
- 18 (2) execute a bond for \$10,000 payable to the
- 19 authority, conditioned on the faithful performance of the
- 20 commissioner's duties as a commissioner.
- 21 (b) A commissioner's bond must be approved by the
- 22 commission. (Acts 63rd Leg., R.S., Ch. 379, Sec. 6 (part).)

provisions provided by

23 <u>Source Law</u>

Sec. 6. Each commissioner shall take an oath of office containing the applicable provisions provided by law for members of the commissioners court and shall execute a bond for \$10,000, payable to the authority, conditioned on the faithful performance of his duties, which bond shall be approved by the commission. . . .

30 Revised Law

- 31 Sec. 5012.0056. VOTING REQUIREMENT. The concurrence of a
- 32 majority of the commissioners present at a meeting where a quorum is
- 33 present is sufficient in any matter relating to authority business.
- 34 (Acts 63rd Leg., R.S., Ch. 379, Sec. 6 (part).)

35 Source Law

Sec. 6. . . the concurrence of a majority of those commissioners present at any meeting where a quorum is present shall be sufficient in all matters relating to the business of the authority. . . .

Revisor's Note

6, Chapter 379, Acts of the 63rd 2 3 Legislature, Regular Session, 1973, provides that a 4 majority of the commission constitutes a quorum. revised law omits that provision because it duplicates 5 in substance Section 311.013, Government Code (Code 6 Construction Act), which provides that a quorum of a 7 public body is a majority of the number of members 8 fixed by statute. The omitted law reads: 9

Sec. 6. . . . A majority of the commissioners shall constitute a quorum and

13 <u>Revised Law</u>

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- Sec. 5012.0057. OFFICERS. (a) As soon as practicable after each election of commissioners, the commission shall elect one commissioner presiding officer and one commissioner secretary.
- 17 (b) The presiding officer shall preside at commission 18 meetings.
- 19 (c) The secretary shall be responsible for maintaining and 20 preserving the minutes, records, and other documents of the 21 authority.
- 22 (d) The commission may select other officers and prescribe 23 their duties. (Acts 63rd Leg., R.S., Ch. 379, Sec. 6 (part).)

24 Source Law

Sec. 6. 25 As soon as practicable after each election of commissioners the commission shall elect one of its members chairman, who shall preside at meetings of the commission, and one of its members 26 27 28 secretary, who shall be responsible for maintaining 29 and preserving the minutes, records, and other documents of the authority. The commission may from 30 31 time to time select other officers and prescribe their 32 33 duties.

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35 <u>Revisor's Note</u>

(1) Section 6, Chapter 379, Acts of the 63rd
Legislature, Regular Session, 1973, refers to the
"chairman" of the authority. The revised law
substitutes "presiding officer" for "chairman"

- because, in context, the terms are synonymous and the
 former is more commonly used and is gender neutral.
- 3 Section 6, Chapter 379, Acts of the 63rd 4 1973, Legislature, Regular Session, allows the commission to select officers "from time to time." The 5 revised law omits the quoted language because the 6 power to take an action implies the power to do so at 7 8 any time.

9 Revised Law

- 10 Sec. 5012.0058. COMPENSATION OF COMMISSIONERS; EXPENSES.
- 11 (a) Unless otherwise provided, each commissioner is entitled to
- 12 receive a fee of not more than \$50 a day for each day of service
- 13 necessary to discharge the duties of a commissioner.
- (b) Each commissioner is entitled to reimbursement for actual expenses incurred on behalf of the authority and approved by the commission. (Acts 63rd Leg., R.S., Ch. 379, Sec. 6 (part).)

17 Source Law

18 Sec. 6. . .

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Each commissioner shall be entitled to receive a fee of not more than \$50 a day for each day of service necessary to the discharge of his duties, unless otherwise provided, and shall be entitled to reimbursement of any expenses actually incurred on behalf of the authority, upon approval by the commission.

Revisor's Note (End of Subchapter)

- (1) Sections 4 and 5, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, name the authority's initial commissioners and describe their terms of office. Section 5 also provides the manner in which the first commissioners' elections will be held under the act. Because the terms of office of the initial commissioners have expired and the first commissioners' elections have been held, the revised law omits the provisions as executed. The omitted law reads:
- 38 Sec. 4. . . . Until the first

election held hereunder, James M. Dubose, Jerry Bourg, and R. J. Louviere, who are the present commissioners, shall constitute the commission.

commission. . . . The three commissioners named above shall continue to serve until the election to be held in April, 1981. At the election to be held on April 5, 1980, two additional commissioners shall be elected to serve for a term of two years. Thereafter, on election day in April, 1981, three commissioners shall be elected and in subsequent years . . .

Legislature, Regular Session, 1973, states that a commissioners' election is held in accordance with the Election Code, except as provided by that act. The revised law omits the phrase "except as otherwise provided in this Act" because an exception to the application of the Election Code would apply by its own terms. The revised law omits the reference to the Election Code because Section 1.002, Election Code, provides that the Election Code applies to all elections held in this state. The omitted law reads:

Sec. 5. . . . Conduct of the election will be in accordance with the provisions of the Texas Election Code except as otherwise provided in this Act.

. . .

(3)Section 5, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, states that a candidate for commissioner file must а ballot. application with the commission secretary includes the candidate's signature or the signatures of at least 10 qualified voters and prescribes a deadline for filing the application. The revised law omits the requirement to file the application with the secretary because commission it duplicates in substance Sections 144.003 and 144.004, Election Code. The revised law omits the signature requirement because it is superseded by Section 141.031, Election In addition, the revised law omits the filing Code.

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deadline because it is superseded by Section 144.005, Election Code. Section 1.002, Election Code, provides that the Election Code applies to all elections held in this state and supersedes conflicting statutes unless the code or other statute expressly provides otherwise. The omitted law reads:

Sec. 5. . . . Any candidate for the office of commissioner shall file an application to have his name printed on the ballot with the secretary of the commission, signed by the candidate or at least 10 qualified voters, not less than 35 days prior to the election.

(4) Section 6, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, describes the procedure for filling a commission vacancy. The revised law omits the provision because it duplicates in substance Section 62.066, Water Code. Throughout this chapter, the revised law omits law that is superseded by Chapter 62, Water Code, or that duplicates law contained in that chapter. Chapter 62 applies to the authority under Section 3 of Chapter 379, revised in part in this chapter as Section 5012.0101. The omitted law reads:

Sec. 6. . . . A vacancy in the office of commissioner shall be filled by appointment by the commission for the unexpired term.

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SUBCHAPTER C. POWERS AND DUTIES

31 Revised Law

32 Sec. 5012.0101. GENERAL POWERS. The authority may

33 exercise:

- 34 (1) the rights, privileges, and functions provided by
- 35 this chapter; and
- 36 (2) all powers, rights, privileges, and functions
- 37 conferred by Chapters 60 and 62, Water Code. (Acts 63rd Leg., R.S.,
- 38 Ch. 379, Secs. 1 (part), 3 (part).)

1	Source Law
2 3 4 5	Sec. 1 [Such district shall be a governmental agency] with the authority to exercise the rights, privileges, and functions hereinafter specified, and
6 7 8 9	Sec. 3. The authority shall have and is hereby authorized to exercise all powers, rights, privileges, and functions conferred by Chapters 60 and 62 of the Water Code
10	Revised Law
11	Sec. 5012.0102. POWERS REGARDING PORTS, WATERWAYS, AND
12	FACILITIES. The authority may:
13	(1) acquire, take over, construct, maintain, repair,
14	operate, develop, and regulate wharves, docks, warehouses, grain
15	elevators, ship repair facilities, belt railways, lands, and all
16	other facilities or aids consistent with or necessary for the
17	operation or development of ports, waterways, or maritime commerce
18	inside or outside the authority's boundaries; and
19	(2) construct, extend, improve, repair, maintain,
20	reconstruct, own, use, and operate any facility necessary or
21	convenient to the exercise of such powers, rights, privileges, and
22	functions granted by this chapter. (Acts 63rd Leg., R.S., Ch. 379,
23	Sec. 3 (part).)
24	Source Law
25 26 27 28 29 30 31 32 33 34 35 36 37	Sec. 3 Without limitation of the generality of the foregoing, the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions: (a) the right, power, and authority to acquire, purchase, take over, construct, maintain, repair, operate, develop, and regulate wharves, docks, warehouses, grain elevators, ship repair facilities, belt railways, lands, and all other facilities or aids consistent with or necessary for the operation or development of ports, waterways, or maritime commerce within or without the boundaries of the authority,
38 39 40 41 42 43 44 45	(b) to construct, extend, improve, repair, maintain, and reconstruct, or cause to be constructed, extended, improved, repaired, maintained, and reconstructed, and own, use, and operate any and all facilities of any kind necessary or convenient to the exercise of such powers, rights, privileges, and functions as are herein granted;
46	Revisor's Note
47	(1) Section 3, Chapter 379, Acts of the 63rd

- Legislature, Regular Session, 1973, states that, "[w]ithout limitation of the generality of the foregoing," the authority has certain powers. Throughout this chapter, the revised law omits the quoted language or similar language because it is an accepted general principle of statutory construction that a grant of a power does not act as a limitation.
- (2) Section 3(a), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, grants the authority the power to "acquire" and "purchase" certain property. The revised law omits the reference to "purchase" because "purchase" is included in the meaning of "acquire."
- Section 3(b), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that the authority may construct, extend, improve, repair, "or maintain, and reconstruct, cause bе constructed, extended, improved, repaired, maintained, and reconstructed" certain facilities. quoted language The revised law omits the unnecessary because the grant of a power implies the authority to provide for the exercise of that power. addition, the quoted language duplicates substance Section 62.121, Water Code, which authorizes the authority to contract with any person to exercise any authority power.

27 <u>Revised Law</u>

Sec. 5012.0103. BYLAWS AND RULES. The authority may adopt bylaws and rules for the management and regulation of its affairs.

30 (Acts 63rd Leg., R.S., Ch. 379, Sec. 3 (part).)

31 Source Law

Sec. 3. . . . the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:

(e) to make bylaws, rules, and regulations for

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the management and regulation of its affairs;

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3 <u>Revisor's Note</u>

4 Section 3(e), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the 5 authority to "make bylaws, rules, and regulations." 6 revised law substitutes "adopt" for "make" 7 because, in context, the terms are synonymous and 8 "adopt" is more commonly used. The revised law also 9 omits the reference to "regulations" because under 10 Section 311.005(5), Government Code 11 (Code Construction Act), a rule is defined to include a 12 13 regulation.

14 Revised Law

Sec. 5012.0104. GIFT OR PURCHASE OF PROPERTY. The authority by gift or purchase may acquire any property or any interest in property that is:

- (1) inside or outside the authority's boundaries; and
- 19 (2) necessary or convenient to exercising a power, 20 right, privilege, or function conferred on the authority by this
- 21 chapter. (Acts 63rd Leg., R.S., Ch. 379, Sec. 3 (part).)

22 <u>Source Law</u>

Sec. 3. . . . the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:

(i) to acquire by gift or purchase any and all properties of any kind, or any interest therein, within or outside of the boundaries of the authority necessary to the exercise of the powers, rights, privileges, and functions conferred upon it by this Act, and

Revised Law

Sec. 5012.0105. EMINENT DOMAIN. (a) To exercise a power provided by law, the authority may exercise the power of eminent domain to acquire any property and any interest in property inside the authority's boundaries. The authority must exercise the power of eminent domain in the manner provided by Chapter 21, Property Code.

- 1 (b) The authority is a municipal corporation for the 2 purposes of Section 21.021, Property Code.
- 3 (c) The authority is not required to give bond for appeal or
- 4 bond for costs in any judicial proceeding related to the
- 5 authority's exercise of eminent domain.
- 6 (d) The authority's authority to exercise the power of
- 7 eminent domain expired on September 1, 2013, unless the authority
- 8 submitted a letter to the comptroller in accordance with Section
- 9 2206.101(b), Government Code, not later than December 31, 2012.
- 10 (Acts 63rd Leg., R.S., Ch. 379, Secs. 3 (part), 11; New.)

11 Source Law

Sec. 3. . . . the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:

(i) [to acquire . . . any and all properties of any kind, or any interest therein,] . . . by condemnation within the boundaries of the authority in the manner provided by general law for condemnation by counties, provided that the authority shall not be required to give bond for appeal or bond for costs in any judicial proceedings; and

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Sec. 11. For the purpose of carrying out any power conferred by law on the authority, the authority shall have the right to acquire real property and any interest therein by condemnation in the manner provided by Title 52, Revised Civil Statutes of Texas, 1925, as amended, relating to eminent domain. The authority is hereby declared to be a municipal corporation within the meaning of Article 3268 of said Title 52. The amount of and character of property or interest therein thus to be acquired shall be determined by the commissioners.

Revisor's Note

- (1) Sections 3(i) and 11, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provide that the authority may acquire certain property "by condemnation." The revised law substitutes for the quoted language "may exercise the power of eminent domain" because the phrases have the same meaning and the latter phrase is consistent with modern usage in laws relating to eminent domain.
 - (2) Section 3(i), Chapter 379, Acts of the 63rd

- Legislature, Regular Session, 1973, provides that the authority must exercise the power of eminent domain in the manner provided by "general law for condemnation by counties." The revised law substitutes for the quoted language a reference to Chapter 21, Property Code, because that is the general law governing eminent domain for governmental entities, including counties.
- (3) Section 11, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to Title 52, Revised Statutes. The relevant provisions of Title 52 were codified as Chapter 21, Property Code, by Chapter 576, Acts of the 68th Legislature, Regular Session, 1983. The revised law is drafted accordingly.
- (4) Section 11, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to Article 3268, Revised Statutes. The applicable part of that statute was codified as Section 21.021, Property Code, by Chapter 576, Acts of the 68th Legislature, Regular Session, 1983. The revised law is drafted accordingly.
- (5) Sections 3 and 11, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provided the authority limited eminent domain authority. Section 2206.101, Government Code, required an entity with eminent domain authority to submit a letter with certain information to the comptroller not later than December 31, 2012, to prevent the entity's eminent domain authority from expiring on September 1, 2013. To avoid the appearance that this revision recognizes authority that the authority may not possess at the time of the revision, the revised law includes a provision setting out the requirements of Section

1 2206.101, Government Code. 2 Revised Law 3 Sec. 5012.0106. LEASE OF AUTHORITY FACILITIES. A lease under Section 60.101, Water Code, may contain any provision the 4 commission determines is advantageous to the authority, including a 5 6 provision for: 7 (1)the sale of a leased property at the termination of 8 the lease; and 9 the management and operation of a leased property (2) by the lessee. (Acts 63rd Leg., R.S., Ch. 379, Sec. 3 (part).) 10 11 Source Law Sec. 3. . . the authority shall have and is hereby authorized to exercise the following powers, $% \left(1\right) =\left(1\right) +\left(1\right) +\left($ 12 13 14 rights, privileges, and functions: 15 (j) [to lease . . . any facilities . . . as provided by Section 60.101, Water Code,] said lease to 16 17 contain such terms and provisions (including, but not 18 by way of limitation, provisions to sell the leased 19 20 properties at the termination of said lease 21 provisions relating to management and operation of properties by the lessee thereof) 22 said commission may determine to be advantageous to the 23 24 authority. . . 25 Revisor's Note Section 3(j), Chapter 379, Acts of the 63rd 26 (1)Legislature, Regular Session, 1973, provides that the 27 28 authority may lease an authority facility as provided by Section 60.101, Water Code. The revised law omits 29 30 the provision because it duplicates in substance Section 60.101, Water Code. Throughout this chapter, 31 the revised law omits law that is superseded by Chapter 32 60, Water Code, or that duplicates law contained in 33 that chapter. Chapter 60, Water Code, applies to the 34 authority under Section 3 of Chapter 379, revised in 35 36 part in this chapter as Section 5012.0101. The omitted law reads: 37 38 Sec. 3. [the authority shall have and is hereby authorized to exercise 39 40 the following powers, rights, privileges, and functions:] 41 42

(j) to lease to any person, firm, corporation, partnership, political subdivision of the State of Texas, or agency of the United States of America, all or any part of any facilities heretofore or hereafter constructed or otherwise acquired by it, as provided by Section 60.101, Water Code, . . .

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- 9 (2) Section 3(j), Chapter 379, Acts of the 63rd
 10 Legislature, Regular Session, 1973, refers to "terms
 11 and provisions." The revised law omits the reference
 12 to "terms" because "terms" is included in the meaning
 13 of "provisions."
- Section 3(j), Chapter 379, Acts of the 63rd 14 Legislature, Regular Session, 1973, refers to lease 15 provisions, "including, but not by way of limitation," 16 certain provisions advantageous to the authority. The 17 revised law omits "but not by way of limitation" 18 because Section 311.005(13), Government Code (Code 19 20 Construction Act), applicable to the revised law, 21 provides that "including" is a term of enlargement and not of limitation and does not create a presumption 22 that components not expressed are excluded. 2.3

24 Revised Law

Sec. 5012.0107. SALE OF SURPLUS PROPERTY. The commission may order authority property sold as provided in Section 60.101, Water Code, if the property is not considered reasonably required to carry out the authority's plans. (Acts 63rd Leg., R.S., Ch. 379, Sec. 3 (part).)

30 Source Law

- 31 Sec. 3. . . the authority shall have and is 32 hereby authorized to exercise the following powers, 33 rights, privileges, and functions:
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 (j) ... Any property or land owned by the 36 authority which may be found not to be reasonably 37 required to carry out the plans of the authority may be 38 sold by order of the commission as provided in Section 39 60.101, Water Code.

40 Revisor's Note

Section 3, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to

- 1 "property or land" owned by the authority. The revised
- 2 law omits the reference to "land" because under
- 3 Section 311.005(4), Government Code (Code
- 4 Construction Act), the definition of "property"
- 5 includes real property, and "land" is included in the
- 6 meaning of real property.

7 Revised Law

- 8 Sec. 5012.0108. GENERAL AUTHORITY TO MAKE CONTRACTS AND
- 9 EXECUTE INSTRUMENTS. The authority may make a contract or execute
- 10 an instrument necessary or convenient to exercising a power, right,
- 11 privilege, or function conferred on the authority by this chapter.
- 12 (Acts 63rd Leg., R.S., Ch. 379, Sec. 3 (part).)

13 <u>Source Law</u>

- Sec. 3. . . the authority shall have and is hereby authorized to exercise the following powers,
- rights, privileges, and functions:
- 17 ...
 18 (g) to make contracts and execute instruments
 19 necessary or convenient to the exercise of the powers.
- necessary or convenient to the exercise of the powers, rights, privileges, and functions conferred upon it by
- 21 this Act; 22 ...

23 Revised Law

- Sec. 5012.0109. COMPETITIVE BIDDING FOR CERTAIN CONTRACTS.
- 25 (a) Before the commission enters into a contract for the
- 26 expenditure of an amount of \$25,000 or more, the authority shall
- 27 submit the proposed contract for competitive bids as provided by
- 28 this section.
- 29 (b) The commission shall publish notice of the time and
- 30 place for the opening of sealed bids on a contract described by
- 31 Subsection (a) in one or more newspapers of general circulation in
- 32 this state, one of which must be a newspaper published in Jefferson
- 33 County. The notice must be published once a week for two
- 34 consecutive weeks, with the first publication being made not later
- 35 than the 14th day before the date set for the opening of bids.
- 36 (c) The commission may reject any bid submitted under this
- 37 section, but if the commission accepts a bid, the bid must be the
- 38 lowest and best bid received.

- 1 (d) This section does not apply to:
- 2 improvements performed by the United States;
- 3 (2)emergencies that require immediate action to
- 4 protect persons or property;
- 5 (3) repairs necessary emergency to authority
- 6 property; or

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- 7 contracts for personal or professional services or (4)
- 8 work done by the authority and paid for by the day as the work
- progresses. (Acts 63rd Leg., R.S., Ch. 379, Sec. 9.) 9

10 Source Law

Sec. 9. Before the commission enters contract requiring the expenditure of \$25,000 or more, it shall submit the proposed contract for competitive bids. Notice of the time and place for the opening of sealed bids on such contract shall be published in one or more newspapers of general circulation in the state, one of which shall be a newspaper published in Jefferson County, Texas. Such notice shall published once a week for two consecutive weeks, with the first publication being made at least 14 days before the date set for the opening of bids. commission may reject any and all bids, but if a bid is accepted it shall be the lowest and best bid received.

The provisions of this section do not apply to:

- (1)improvements carried out and performed by the United States;
- (2) calamities or emergencies which make it necessary to act at once to protect persons property;
- necessary emergency repairs
- property of the authority; or (4) contracts for personal or professional services or work done by the authority and paid for by the day as the work progresses.

Revisor's Note

- Section 9, Chapter 379, Acts of the 63rd (1)Legislature, Regular Session, 1973, refers improvements "carried out and performed" by the United The revised law omits "carried out" because States. out" "carried is included in the meaning of "performed."
- Section 9, Chapter 379, Acts of the 63rd 42 43 Legislature, Regular Session, 1973, refers to 44 "calamities or emergencies." The revised law omits "calamities" because "calamities" is included in the 45

Τ	meaning of emergencies.
2	Revised Law
3	Sec. 5012.0110. OFFICERS, AGENTS, AND EMPLOYEES. The
4	authority may employ, prescribe the duties of, and set the
5	compensation of officers, agents, and employees. (Acts 63rd Leg.,
6	R.S., Ch. 379, Sec. 3 (part).)
7	Source Law
8 9 10 11 12	Sec. 3 the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions: (f) to employ officers, agents, and employees,
13 14 15	to prescribe their duties, and to fix their compensation;
16	Revisor's Note
17	Section 3(f), Chapter 379, Acts of the 63rd
18	Legislature, Regular Session, 1973, provides that the
19	authority has the authority to "fix" the compensation
20	of officers, agents, and employees. Throughout this
21	chapter, in this and similar contexts, the revised law
22	substitutes "set" for "fix" because the terms are
23	synonymous in these contexts and "set" is more
24	commonly used.
25	Revised Law
26	Sec. 5012.0111. SEAL. The authority may adopt and use a
27	corporate seal. (Acts 63rd Leg., R.S., Ch. 379, Sec. 3 (part).)
28	Source Law
29 30 31 32	Sec. 3 the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:
32 33 34	<pre>(d) to adopt, use, and alter a corporate seal;</pre>
35	Revisor's Note
36	Section 3(d), Chapter 379, Acts of the 63rd
37	Legislature, Regular Session, 1973, authorizes the
38	authority to "adopt" and "alter" a corporate seal. The
39	revised law omits the reference to altering a seal
40	because the authority to adopt a seal includes the

1 authority to alter it.

2 Revised Law

3 Sec. 5012.0112. AUTHORITY TO SUE AND BE SUED. The authority

4 may sue and be sued in its corporate name. (Acts 63rd Leg., R.S.,

5 Ch. 379, Sec. 3 (part).)

6 Source Law

Sec. 3. . . the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:

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(c) to sue and be sued in its corporate name;

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SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

14 Revised Law

Sec. 5012.0151. MAINTENANCE AND OPERATIONS 15 $\nabla \Delta \nabla$ The 16 commission may impose an annual tax for the maintenance and 17 operation of the authority and the authority's improvements at a rate not to exceed 20 cents for each \$100 valuation of taxable 18 property in the authority. (Acts 63rd Leg., R.S., Ch. 379, Sec. 10 19 (part).) 20

21 Source Law

Sec. 10. With the approval of the electors of the authority, the commission may levy and have assessed and collected for the maintenance, operation, and upkeep of the authority and its improvements an annual tax of not more than 20 cents on the \$100 valuation of all taxable property in the authority;

Revisor's Note

(1) Section 10, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the commission to levy, assess, and collect a maintenance and operations tax if the tax is approved by the authority's voters. The revised law codifies the provisions authorizing the commission to levy, assess, and collect the tax but omits as executed the provisions relating to the election to approve the tax because the election has been held and the levy, assessment, and collection of the tax has been

1 approved.

- (2) Section 10, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that the commission "may levy and have assessed and collected" a maintenance and operations tax. The revised law substitutes "impose" for the quoted language because "impose" is the term generally used in Title 1, Tax Code, and includes the levy, assessment, and collection of a maintenance and operations tax.
 - (3) Section 10, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to a tax for the "maintenance, operation, and upkeep" of the authority. The revised law omits "upkeep" because "upkeep" is included within the meaning of "maintenance."
 - (4) Section 10, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, as amended by Chapter 812, Acts of the 66th Legislature, Regular Session, 1979, contains transition language regarding the commission's continuing authority to impose a maintenance and operations tax in the authority that was authorized by the authority's voters before the passage of the 1979 act. The revised law omits the language as executed. The omitted law reads:
 - Sec. 10. . . . provided that the present maintenance tax of 20 cents on the \$100 valuation on all taxable property in the authority as previously voted in the authority shall remain in full force and effect and may be assessed, levied, and collected.

32 Revised Law

- 33 Sec. 5012.0152. TAX ASSESSOR AND COLLECTOR. (a) The 34 commission shall appoint a tax assessor and collector.
- 35 (b) The tax assessor and collector shall execute a bond in 36 an amount set by the commission that is:
- 37 (1) at least twice the average daily balance of the

- 1 authority in its depository for the preceding year; and
- 2 (2) not more than the estimated amount of revenues of
- 3 the authority for any year. (Acts 63rd Leg., R.S., Ch. 379, Sec.
- 4 7.)

5 <u>Source Law</u>

Sec. 7. The commission shall appoint a tax assessor and collector, who shall execute a bond in an amount fixed by the commission, which amount shall be not less than twice the average daily balance of the authority in its depository for the preceding year nor more than the estimated amount of revenues of the authority for any one year.

13 Revised Law

- 14 Sec. 5012.0153. AUTHORITY TO BORROW MONEY, ACCEPT GRANTS,
- 15 AND ISSUE ASSOCIATED REVENUE BONDS. The authority may:
- 16 (1) borrow money for the authority's corporate
- 17 purposes consistent with the constitution, this chapter, and
- 18 Chapters 60-63, Water Code;
- 19 (2) borrow money or accept a grant from the United
- 20 States or from a corporation or agency created or designated by the
- 21 United States and, in connection with the loan or grant, enter into
- 22 any agreement the United States or the corporation or agency may
- 23 require; and
- 24 (3) make and issue bonds for money borrowed, in the
- 25 manner provided by this chapter. (Acts 63rd Leg., R.S., Ch. 379,
- 26 Sec. 3 (part).)

27 <u>Source Law</u>

- Sec. 3. . . the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:
- 31 (h) to borrow money for its corporate purposes 32 consistent with the constitution, this Act, 33 34 Chapters 60-63, Water Code, and without limitation of the generality of the foregoing, to borrow money and accept grants from the United States of America, or from any corporation or agency created or designated by the United States of America, and in connection with 35 36 37 38 39 any such loan or grant to enter into such agreements as the United States of America or such corporations or 40 41 agencies may require, and to make and issue its 42 negotiable bonds for money borrowed in the manner and to the extent provided herein. . . 43

Revisor's Note

- Section 3(h), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the authority to issue "negotiable" bonds. The revised law omits the reference to "negotiable" bonds because Section 1201.041, Government Code, provides that a security is а negotiable instrument. Throughout this chapter, the revised law omits law that is superseded by Chapter 1201, Government Code, or that duplicates law contained in that chapter. Chapter 1201, Government Code, applies to authority bonds under Sections 1201.002 and 1201.003, Government Code.
- Legislature, Regular Session, 1973, provides that the act does not authorize the issuance of authority bonds payable from taxes unless the issuance is first submitted to the qualified voters of the authority and a majority of those voters approve of the issuance. The revised law omits the provision as unnecessary because no other provision of the act purports to authorize the authority to issue bonds payable from taxes without voter approval. In addition, the provision duplicates in substance Section 60.332, Water Code, which requires bonds secured by taxes to be authorized at an election held for that purpose. The omitted law reads:

28 Sec. 3. . (h) . . .

(h) . . . Nothing in this Act shall authorize the issuance of any bonds of the authority payable from taxation, unless such proposition shall first be submitted to the qualified voters of the authority and the proposition adopted by a majority vote of those voting at the election;

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Revised Law

38 Sec. 5012.0154. AUTHORITY TO BORROW MONEY FOR CURRENT

1	EXPENSES; EVIDENCE OF OBLIGATION. (a) The authority may:
2	(1) borrow money for current expenses; and
3	(2) evidence the borrowed money by warrants.
4	(b) The total amount of the warrants may not exceed the
5	anticipated revenue. (Acts 63rd Leg., R.S., Ch. 379, Sec. 3
6	(part).)
7	Source Law
8 9 10 11 12 13 14	Sec. 3 the authority shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions: (a) the authority shall have the right to borrow funds for current expenses and to evidence the same by warrants, but such warrants shall never exceed the anticipated revenues and
15	Revisor's Note
16	(1) Section 3(a), Chapter 379, Acts of the 63rd
17	Legislature, Regular Session, 1973, refers to the
18	authority's right to borrow "funds." The revised law
19	substitutes "money" for "funds" because, in context,
20	the meaning is the same and "money" is the more
21	commonly used term.
22	(2) Section 3(a), Chapter 379, Acts of the 63rd
23	Legislature, Regular Session, 1973, provides that the
24	authority's warrants may bear interest at a rate that
25	does not exceed the maximum rate allowed under the
26	constitution and general laws of this state. The
27	revised law omits the provision as unnecessary. To the
28	extent the constitution or general laws of this state
29	provide a maximum interest rate for the authority's
30	warrants, those laws apply to the authority by their
31	own terms. The omitted law reads:
32 33 34 35 36 37	Sec. 3 (a) [such warrants] may bear interest not exceeding the maximum rate permitted by the constitution and general laws of the State of Texas;

SUBCHAPTER E. BONDS Revised Law Sec. 5012.0201. AUTHORITY TO ISSUE BONDS; ELECTION. (a) The authority may issue bonds for any corporate purpose. (b) The authority may issue bonds for a purpose described by

- 6 Section 5012.0102(1) or to acquire necessary or proper lands,
- 7 rights of way, extension or improvements of belt railway lines, or
- 8 construction or improvements of wharves, docks, ship repair
- 9 facilities, or other facilities or aids to navigation.
- 10 (c) The authority may secure bonds issued under Subsection
- 11 (b) by liens on properties acquired, constructed, or improved and
- 12 pledge available revenues as additional security.
- 13 (d) An election to approve the issuance of bonds payable
- 14 from taxes must be held in the manner provided for bond elections
- 15 under Chapter 54, Water Code. (Acts 63rd Leg., R.S., Ch. 379, Secs.
- 16 3 (part), 8 (part).)

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17 Source Law

Sec. 3. . . . the authority shall have and is hereby authorized to exercise the following rights, powers, privileges, and functions:

- (a) . . . in addition to the power to issue bonds for the purposes above enumerated, and for the purpose of acquiring necessary or proper lands, rights-of-way, extension or improvements of belt railway lines, or construction or improvements of docks, ship repair facilities, or wharves, facilities or aids to navigation, and to secure such liens on properties acquired, obligations bу constructed, Οľ improved, and pledge revenues as additional security, and . .
- Sec. 8. The authority shall have power and is hereby authorized to issue, from time to time, bonds as herein authorized for any of its corporate purposes.
- (c) . . . [provided that no bonds payable from taxes may be issued unless the same have been approved by a majority of the qualified voters in the authority voting at an election called and held for that purpose; and] each such bond election shall be called and held as prescribed for bond elections in Chapter 54, Water Code; . . .

Revisor's Note

(1) Section 3(a), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the authority to issue bonds "in addition to" other powers

- the authority has in that section. The revised law omits the quoted language as unnecessary because, as a principle of statutory construction, the various provisions granting power to the authority must be read cumulatively.
- Section 8, Chapter 379, Acts of the 63rd (2) Legislature, Regular Session, 1973, permits the authority to issue bonds "from time to time." The revised law omits the quoted language for the reason stated in Revisor's Note (2) to Section 5012.0057.
- (3) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, permits the authority to issue bonds "as herein authorized." revised law omits the quoted language because, to the extent that other provisions of that act govern the issuance of bonds by the authority, those provisions apply to the issuance of authority bonds without an express reference to those provisions in this section.
- Section 8(c), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds payable by taxes must be approved by the authority's voters at an election held for that purpose. The revised law omits that provision for the reason stated in Revisor's Note (2) to Section 5012.0153. The omitted law reads:

Sec. 8.

- (c) . . . provided that no bonds payable from taxes may be issued unless the same have been approved by a majority of the qualified voters in the authority voting at election called and held for an that purpose; and . .
- Section 8(c), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that a bond election must be "called and held" in a specified manner. The revised law omits the reference to calling an election because, in context, calling an election

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- is included in the meaning of "holding" an election.
- 2 Under Chapter 3, Election Code, all elections must be
- ordered (called) before they may be held.

4 Revised Law

- 5 Sec. 5012.0202. FORM OF BONDS. Authority bonds must be:
- 6 (1) issued in the authority's name; and
- 7 (2) signed by the commission's presiding officer.
- 8 (Acts 63rd Leg., R.S., Ch. 379, Sec. 8 (part).)

9 <u>Source Law</u>

Sec. 8. . . [All bonds issued by the authority pursuant to the provisions of this Act] . . . All such bonds shall be issued in the name of the authority and shall be signed by the chairman of the commission,

Revisor's Note

- (1) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to the "chairman" of the commission. The revised law substitutes "presiding officer" for "chairman" for the reason stated in Revisor's Note (1) to Section 5012.0057.
- (2) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds must be authorized by commission resolution and must be attested by the secretary. The revised law omits those provisions because they duplicate in substance Section 60.333, Water Code. The omitted law reads:
 - Sec. 8. . . . All such bonds shall be authorized by resolution or resolutions of the commission, and [All such bonds shall be] . . . attested by the secretary, and . . .
- (3) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds must bear the seal of the district and authorizes facsimile signatures and seals. The revised law omits those provisions as unnecessary.

The requirement that the bonds bear the seal of the authority was impliedly repealed by Section 3, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes) (revised in relevant part in 1999 as Section 1201.026(a), Government Code), which provides that bonds may be signed with or without a seal. The authorization for the use of printed signatures duplicates Section 1201.026(a), Government Code, which also provides that bonds and interest coupons may be executed with manual or facsimile signatures.

11 The omitted law reads:

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Sec. 8. . . . [All such bonds shall] . . . have the seal of the authority impressed thereon, provided that such signatures and seal may be by facsimile if the commission so directs. . .

<u>Revised Law</u>

Sec. 5012.0203. TERMS OF ISSUANCE. Authority bonds may be:

- (1) sold for cash;
- 20 (2) issued on terms the commission determines in 21 exchange for any property, or any interest in property, that the 22 commission considers necessary or convenient for the corporate 23 purpose for which the bonds are issued; or
- 24 (3) issued in exchange for like principal amounts of 25 other obligations of the authority, whether matured or unmatured.
- 26 (Acts 63rd Leg., R.S., Ch. 379, Sec. 8 (part).)

27 Source Law

28 . . Such bonds may either be (1) sold 29 for cash, at public or private sale, at such price or prices as the commission shall determine, ... (2) issued on such terms as the commission shall determine 30 31 in exchange for property of any kind, real, personal, or mixed or any interest therein which the commission 32 33 shall deem necessary or convenient for any such corporate purposes; or (3) issued in exchange for like principal amounts of other obligations of the 34 35 36 37 authority, matured or unmatured. .

Revisor's Note

(1) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that

- authority bonds or notes may be sold "at public or private sale." The revised law omits the quoted language because it duplicates in substance Section 1201.022(a)(3)(A), Government Code.
- (2) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds or notes may be sold "at such price or prices as the commission shall determine." The revised law omits the quoted language because it is superseded by general law. Section 1201.022, Government Code, as amended in 2001, provides that an issuer may sell public securities "under the terms determined by the governing body of the issuer to be in the issuer's best interests."
- (3) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to "property of any kind, real, personal, or mixed." The revised law omits the reference to "real, personal, or mixed" because under Section 311.005(4), Government Code (Code Construction Act), "property" includes both real and personal property, and "mixed" property is property consisting of both real and personal property.

Revised Law

Sec. 5012.0204. DEPOSIT OF PROCEEDS. The proceeds of sale of authority bonds shall be deposited in one or more banks or trust companies, and shall be paid out according to the terms on which the authority and the purchasers of the bonds agree. (Acts 63rd Leg., R.S., Ch. 379, Sec. 8 (part).)

Source Law

Sec. 8. . . The proceeds of sale of such bonds shall be deposited in such bank or banks or trust company or trust companies, and shall be paid out pursuant to such terms and conditions, as may be agreed on between the authority and the purchasers of such bonds. . .

Revisor's Note

Section 8, Chapter 379, Acts of the 63rd

Legislature, Regular Session, 1973, refers to the

"terms and conditions" under which proceeds of the

sale of authority bonds shall be paid out. The revised

law omits "conditions" because the meaning of

"conditions" is included in the meaning of "terms."

8 Revised Law

- 9 Sec. 5012.0205. RESOLUTION PROVISIONS. (a) A resolution 10 authorizing bonds may contain provisions approved by the commission 11 that are not inconsistent with this chapter, including provisions:
- 12 (1) reserving the right to redeem the bonds or 13 requiring the redemption of the bonds, at a time, in an amount, and 14 at a price, not to exceed 105 percent of the principal amount of the 15 bonds, plus accrued interest;
- 16 (2) providing for the setting aside of sinking funds 17 or reserve funds and the regulation and disposition of those funds;
- (3) securing the payment of the principal of and interest on the bonds and of the sinking fund or reserve fund payments associated with the bonds by pledging:
- 21 (A) all or any part of the gross or net revenue 22 subsequently received by the authority with respect to the property 23 to be acquired or constructed with the bonds or the proceeds of the 24 bonds; or
- (B) all or any part of the gross or net revenue subsequently received by the authority from any source;
- 27 (4) securing the payment of the principal of and 28 interest on the bonds by pledging taxes;
- (5) prescribing the purposes to which the bonds or any bonds subsequently issued, or the proceeds of the bonds, may be applied;
- 32 (6) agreeing to set and collect rates and charges 33 sufficient to produce revenue adequate to:
- 34 (A) pay all expenses necessary to the operation,

- 1 maintenance, and replacement of and additions to the authority's
- 2 property;
- 3 (B) pay the principal of, and the interest and
- 4 premium, if any, on bonds issued under this chapter when the bonds
- 5 become due and payable;
- 6 (C) pay all sinking fund or reserve fund payments
- 7 for those bonds out of those revenues as and when they become due
- 8 and payable;
- 9 (D) fulfill the terms of any agreements made with
- 10 the holders of the bonds or with any person on their behalf; and
- 11 (E) discharge all other lawful obligations of the
- 12 authority as and when the obligations become due;
- 13 (7) prescribing limitations on the issuance of
- 14 additional bonds and subordinate lien bonds and on the agreements
- 15 that may be made with the purchasers and successive holders of those
- 16 bonds;
- 17 (8) regarding the construction, extension,
- 18 improvement, reconstruction, operation, maintenance, and repair of
- 19 the authority's properties and the carrying of insurance on all or
- 20 any part of those properties covering loss, damage, or loss of use
- 21 and occupancy resulting from specified risks;
- 22 (9) setting the procedure by which the authority may
- 23 change the terms of a contract with the bondholders, the amount of
- 24 bonds the holders of which must consent to that change, and the
- 25 manner in which the consent may be given; and
- 26 (10) providing for the execution and delivery by the
- 27 authority to a bank or trust company authorized by law to accept
- 28 trusts, or to the United States or any officer of the United States,
- 29 of indentures and agreements for the benefit of the bondholders
- 30 setting forth any of the agreements authorized by this chapter to be
- 31 made with or for the benefit of the bondholders and any other
- 32 provisions that are customary in such indentures or agreements.
- 33 (b) A provision authorized by this section that is contained
- 34 in a bond resolution is part of the contract between the authority

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- Any resolution or resolutions authorizing any bonds may contain provisions, which shall be part of the contract between the authority and the holders thereof from time to time:
- (a) reserving the right to redeem such bonds or requiring the redemption of such bonds, at such time or in such amounts and at such prices, exceeding 105 percent of the principal amount thereof,
- plus accrued interest, as may be provided;
 (b) providing for the setting aside of sinking funds or reserve funds and the regulation and disposition thereof;
- (c) pledging to secure the payment of the principal of and interest on such bonds and of the sinking fund or reserve fund payments agreed to be made in respect of such bonds all or any part of the gross or net revenues thereafter received by the authority in respect of the property, real, personal, or mixed, to be acquired and/or constructed with such bonds or the proceeds thereof, or all or any part of the gross or net revenues thereafter received by the authority from whatever source derived or pledging taxes to secure the payment of the principal of and interest on such
- bonds, . . . (d) p prescribing the purposes to which such bonds or any bonds thereafter to be issued, or the proceeds thereof, may be applied;
- (e) agreeing to fix and collect rates and charges sufficient to produce revenues adequate to pay (1) all expenses necessary to the operation and maintenance and replacements and additions to the properties and facilities of the authority; (2) principal of, and the interest and premium, if any, on bonds issued under this Act as and when the same became due and payable; (3) all sinking fund and/or reserve fund payments agreed to be made in respect of any such bonds out of such revenues as and when the same became due and payable; and to fulfill the terms of any agreements made with the holders of such bonds and/or with any person on their behalf and to discharge all other lawful obligations of the authority as and when the same become due;
- (f) prescribing limitations upon the issuance of additional bonds and subordinate lien bonds and upon the agreements which may be made with the purchasers and successive holders thereof;
- (g) with regard to the construction, extension, improvement, reconstruction, operation, maintenance, and repair of the properties of the authority and carrying of insurance on all or any part of said properties covering loss or damage or loss of use and occupancy resulting from specified risks;
- (h) fixing the procedure, if any, by which, if the authority shall so desire, the terms of any contract with the holders of such bonds may be amended or abrogated, the amount of bonds the holders of which must consent thereto, and the manner in which such consent may be given;
- (i) for the execution and delivery by the authority to a bank or trust company authorized by law to accept trusts, or to the United States of America or any officer or agency thereof, of indentures and agreements for the benefit of the holders of such bonds

and such other provisions as may be customary in such indentures or agreements; and

(j) such other provisions, not inconsistent with the provisions of this Act, as the commission may approve.

. . .

Revisor's Note

- Section 8, Chapter 379, Acts of the 63rd (1)Legislature, Regular Session, 1973, provides that provisions of the resolution authorizing bonds are "part of the contract between the authority and the holders thereof from time to time." The revised law omits "from time to time" because, to the extent the phrase modifies "the contract [made]," the phrase can be omitted for the reason stated in Revisor's Note (2) to Section 5012.0057, and to the extent the phrase modifies "the holders [of authority bonds]," "bondholder" includes anyone holding a bond at any time the statute is read.
- (2) Section 8(c), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to "property, real, personal, or mixed." The revised law omits the reference to "real, personal, or mixed" for the reason stated in Revisor's Note (3) to Section 5012.0203.
- (3) Section 8(e), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to the authority's "properties and facilities." The revised law omits "facilities" as included in the meaning of "properties."
- (4) Section 8(i), Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to the "United States of America or any . . . agency thereof." The revised law omits the reference to an agency of the United States because under Section 311.005(9), Government Code (Code Construction Act), "United States" includes an agency of the United

1 States.

2	Revised Law
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- Sec. 5012.0206. BOND ANTICIPATION NOTES. (a) The commission may declare an emergency because money is not available to meet any of the authority's needs, including to pay the principal
- 5 to meet any of the authority's needs, including to pay the principal
- 6 of and interest on authority bonds.
- 7 (b) Bond anticipation notes may bear interest at a rate not
- 8 to exceed 10 percent and must mature not later than one year after
- 9 the date of issuance.
- 10 (c) Bond anticipation notes issued by the authority must be
- 11 taken up with the proceeds of the bonds, or the bonds may be issued
- 12 and delivered in exchange for the bond anticipation notes. (Acts
- 13 63rd Leq., R.S., Ch. 379, Sec. 8 (part).)

14 Source Law

15 Sec. 8. . .

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The board may declare an emergency in the matter of funds not being available to pay principal of and interest on any bonds of the district or to meet any other needs of the district. Bond anticipation notes may bear interest at any rate or rates not to exceed 10 percent and shall mature within one year of their date. The bond anticipation notes so issued will be taken up with the proceeds of bonds, or the bonds may be issued and delivered in exchange for and in substitution of such notes.

. . .

Revisor's Note

- Section 8, Chapter 379, Acts of the 63rd 28 Legislature, Regular Session, 1973, refers to 29 the "board" the "district." 30 and The revised law 31 substitutes "commission" and "authority" for 32 quoted language for the reason stated in the revisor's 33 note to Section 5012.0053.
 - (2) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to the district's "funds." The revised law substitutes "money" for "funds" for the reason stated in Revisor's Note (1) to Section 5012.0154.
- 39 (3) Section 8, Chapter 379, Acts of the 63rd

Legislature, Regular Session, 1973, provides that bonds may be "issued and delivered in exchange for and in substitution of" bond anticipation notes. The revised law omits the references to "substitution"

because, in context, "substitution" is included in the

6 meaning of "exchange."

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7 Revised Law

- 8 Sec. 5012.0207. REFUNDING BONDS. (a) The authority may 9 make and issue bonds for the purpose of refunding or refinancing
- 9 make and issue bonds for the purpose of refunding or refinancing 10 outstanding bonds authorized and issued by the authority under this
- 11 chapter or other law and the interest and any premium on the bonds
- 12 to maturity or on any earlier redemption date specified in the
- 13 resolution authorizing the issuance of the refunding bonds.
- 14 (b) Refunding bonds issued by the authority may:
- 15 (1) be issued to refund more than one series of 16 outstanding bonds;
- 17 (2) combine the pledges of the outstanding bonds for
- 18 the security of the refunding bonds; or
- 19 (3) be secured by other or additional revenue.
- 20 (c) The provisions of this chapter regarding the issuance of
- 21 bonds, the terms and provisions of bonds, and the remedies of the
- 22 bondholders apply to refunding bonds issued by the authority.
- 23 (d) The comptroller shall register the refunding bonds
- 24 issued by the authority on the surrender and cancellation of the
- 25 bonds to be refunded.
- 26 (e) Instead of issuing bonds to be registered on the
- 27 surrender and cancellation of the bonds to be refunded, the
- 28 authority, in the resolution authorizing the issuance of refunding
- 29 bonds, may provide for the sale of the refunding bonds and the
- 30 deposit of the proceeds at the places at which the bonds to be
- 31 refunded are payable. In that case, the refunding bonds may be
- 32 issued in an amount sufficient to pay the interest and premium, if
- 33 any, on the bonds to be refunded to the bonds' maturity date or
- 34 specified earlier redemption date, and the comptroller shall

- 1 register the refunding bonds without the concurrent surrender and
- 2 cancellation of the bonds to be refunded.
- 3 (f) The authority may also refund outstanding bonds in the
- 4 manner provided by Chapters 60-63, Water Code. (Acts 63rd Leg.,
- 5 R.S., Ch. 379, Sec. 8 (part).)

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6 Source Law

Sec. 8. . .

The authority is authorized to make and issue bonds for the purpose of refunding or refinancing any outstanding bonds or notes authorized and issued by the authority pursuant to this Act or other law (herein called "bond") and the interest and premium, if any, thereon to maturity or on any earlier redemption date specified in the resolution authorizing the issuance of the refunding bonds. Such refunding bonds may be issued to refund more than one series of outstanding bonds, may combine the pledges of the outstanding bonds for the security of the refunding bonds or may be bу other or additional secured revenues. provisions of this Act with reference to the issuance of bonds, the terms and provisions thereof, their approval by the attorney general, and the remedies of the bondholders shall be applicable to refunding bonds. Refunding bonds shall be registered by the comptroller on surrender and cancellation of the bonds to be refunded, but in lieu thereof, the resolution authorizing the issuance of refunding bonds provide that they shall be sold and the proceeds thereof deposited at the places at which the original bonds are payable, in which case the refunding bonds may be issued in an amount sufficient to pay the principal, interest, and premium, if any, on the original bonds to their maturity date or specified earlier redemption date, and the comptroller will them without concurrent surrender cancellation of the original bonds. The authority may also refund any outstanding bonds in the manner and to the extent provided by Chapters 60-63, Water Code.

. . .

Revisor's Note

Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, refers to the "approval by the attorney general" of refunding bonds. The revised law omits the quoted language because it is superseded by Section 1202.003, Government Code, enacted in 1987 as Section 3.002(a), Chapter 53, Acts of the 70th Legislature, 2nd Called Session (Article 717k-8, Vernon's Texas Civil Statutes). Throughout this chapter, the revised law omits law that is superseded by Chapter 1202, Government Code, or that

duplicates law contained in that chapter. Chapter 1202, Government Code, applies to authority bonds under Sections 1202.001 and 1202.003, Government Code.

Revisor's Note (End of Subchapter)

Section 8, Chapter 379, Acts of the 63rd (1)Legislature, Regular Session, 1973, provides that the net effective interest rate of authority bonds may not exceed 10 percent per year. The revised law omits that provision as superseded by other law. Chapter 3, Acts 61st Legislature, Regular Session, (Article 717k-2, Vernon's Texas Civil Statutes), now Chapter 1204, Government Code, established a maximum for public securities. interest rate Section 1204.006, Government Code, reflecting the 1981 amendment of Article 717k-2 by Section 1, Chapter 61, Acts of the 67th Legislature, Regular Session, permits a public agency to issue public securities at any net effective interest rate of 15 percent or less. Section 1204.006, Government Code, applies to authority bonds under Sections 1204.001 and 1204.002, Government Code. The omitted law reads:

Sec. 8. . . . [Such bonds may either be (1) sold for cash, . . at such price or $% \left(1\right) =\left(1\right) \left(1\right) +\left(1\right) \left(1\right) \left(1\right) +\left(1\right) \left(1\right) \left$ prices as the commission shall determine,] provided that the net effective interest rate, calculated in accordance with Chapter 3, Acts of the 61st Legislature, 1969, as (Article 717k-2, Vernon's Texas amended as Statutes), now hereafter or amended shall not exceed 10 percent; or . . . [as such resolution or resolutions may provide.] . .

(2) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that a resolution authorizing the issuance of bonds by the authority may specify the date or dates of the bonds and the date of maturity of the bonds. The revised law omits the provision because it duplicates in substance

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provisions of Sections 1201.021, 1201.022, and 1201.024, Government Code, which provide for the characteristics, terms of issuance, and form of a public security. The omitted law reads:

Sec. 8. . . . [All such bonds] . . . shall bear such date or dates, mature at such time or times, . . . as such resolution or resolutions may provide. . . .

(3) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds may bear interest. The revised law omits that provision because it duplicates in substance Section 1201.021(2), Government Code. The omitted law reads:

Sec. 8. . . . [All such bonds . . . shall] . . . bear interest . . . [as such resolution or resolutions may provide.]

Legislature, Regular Session, 1973, provides that interest on authority bonds may be payable annually, semiannually, or otherwise, as provided by the bond resolution. The revised law omits that provision because it is superseded by Section 1201.021(5), Government Code (enacted as Section 3, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes)), which provides in part that a public security may be payable at the times and in the amounts specified by the governing body of the issuer. The omitted law reads:

Sec. 8. . . [All such bonds . . . shall . . . bear interest] . . . payable annually, semiannually or otherwise, . . . [as such resolution or resolutions may provide.] . . .

(5) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds may be in the denominations provided by the bond resolution. The revised law omits that

provision because it duplicates in substance Section 1201.021(1), Government Code. The omitted law reads:

Sec. 8. . . [All such bonds . . . shall] . . . be in such denominations, . . . [as such resolution or resolutions may provide.] . . .

(6) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that a resolution authorizing the issuance of bonds by the authority may specify the form of the bonds. The revised law omits the provision because it duplicates in substance or is superseded by Sections 1201.021 and 1201.024, Government Code, which provide for the form and characteristics of a public security. The omitted law reads:

Sec. 8. . . [All such bonds . . . shall] . . . be in such form, either coupon or registered, . . . [as such resolution or resolutions may provide.] . . .

Section 8, Chapter 379, Acts of the 63rd Regular Session, 1973, Legislature, describes registration and exchange privileges for authority bonds. The revised law omits those provisions because they duplicate in substance Section 1201.022(a)(4), Government Code, and part of Section 1201.024, Government Code. Section 1201.022(a)(4), Government Code, provides that a public security may be issued with specified characteristics, on specified terms, or in a specified manner, and that law is sufficient authority for authority bonds to be exchangeable for bonds of another denomination. Section 1201.024, Government Code, provides that a public security may be registrable as to principal and interest or only as to principal and that an issuer may provide that coupon bonds are exchangeable for registered bonds and vice versa. The omitted law reads:

Sec. 8. . . . [All such bonds . . .

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shall] . . . carry such registration privileges as to principal only or as to both principal and interest, and as to exchange of coupon bonds for registered bonds or vice versa, and exchange of bonds of one denomination for bonds of other denominations, . . . [as such resolution or resolutions may provide.] . . .

(8) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that a resolution that authorizes the issuance of authority bonds may specify the manner of execution of the bonds issued. The revised law omits that provision because it duplicates in substance Section 1201.026, Government Code, which provides for execution of a public security. The omitted law reads:

Sec. 8. . . [All such bonds . . . shall] . . . be executed in such manner and . . . [as such resolution or resolutions may provide.] . . .

(9) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds may be payable at the place or places inside or outside the state as provided by the bond resolution. The revised law omits that provision because Section 1201.021(5)(C), Government Code, provides that a public security may be payable at a specified place or places. The omitted law reads:

Sec. 8. . . . [All such bonds . . . shall] . . . be payable at such place or places within or without the State of Texas, [as such resolution or resolutions may provide.] . . .

(10) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that before bonds may be sold by the authority, a certified copy of the proceedings for the issuance of the bonds and other information must be submitted to the attorney general. It also provides that if the attorney general finds that the bonds have been issued in accordance with law and approves the bonds, the

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attorney general shall execute a certificate to that effect. In addition, it requires that the certificate be filed and recorded in the office of the comptroller and prohibits the issuance of bonds until they have been registered by the comptroller. Section 8 also requires the comptroller to register the bonds if the attorney general files with the comptroller attorney general's certificate approving the bonds and the proceedings for the issuance of the bonds. revised law omits those provisions as duplicative of superseded by Chapter 1202, Government Code, enacted as Article 3, Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987 (Article 717k-8, Vernon's Texas Civil Statutes). Section 1202.003(a), Government Code, requires bonds to be submitted to the attorney general. Section 1202.003(b), Government Code, provides for approval of the bonds by the attorney general and requires the attorney general to submit the approved bonds to the comptroller for Section 1202.005, Government Code, registration. requires registration of the bonds by the comptroller. The omitted law reads:

Sec. 8.

Before any bonds shall be sold or exchanged or substituted by the authority, a certified copy of the proceedings of the issuance thereof, including the form of bonds, together such with any information which the attorney general of the State of Texas may require, shall be submitted to the attorney general, and if he shall find that such bonds have been issued in accordance with law, and if he shall approve such bonds, he shall execute a certificate to that effect which shall be filed in the office of the comptroller of the State of Texas and be recorded in a record kept for that purpose. No bonds shall be issued until the same shall have been registered by the comptroller, who shall so register the same if the attorney have filed shall general with comptroller his certificate approving the bonds and the proceedings for the issuance thereof as hereinabove provided.

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If such bonds have been authorized and . . .

made in compliance with law, the attorney general shall approve the bonds and . . .

the bonds shall then be registered by the comptroller of public accounts. . .

(11)Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that after approval and registration, authority bonds are incontestable and binding obligations. The revised omits that provision as duplicative of impliedly repealed by Section 1202.006, Government Code (enacted as Section 3.002(d), Chapter 53, Acts of 70th Legislature, 2nd Called Session, 1987 the (Article 717k-8, Vernon's Texas Civil Statutes)). Section 1202.006, Government Code, provides that after approval and registration, bonds are incontestable and binding obligations. The omitted law reads:

Sec. 8. . . .

All bonds approved by the attorney general as aforesaid, and registered by the comptroller as aforesaid, and issued in accordance with the proceedings so approved shall be valid and binding obligations of the authority and shall be incontestable for any cause from and after the time of such registration.

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Section 8, Chapter 379, Acts of the 63rd (12)Legislature, Regular Session, 1973, details various procedures regarding approval of bond contracts and proceedings by the attorney general. The revised law omits the portion of Section 8 regarding the validity and incontestability of a contract the proceeds of which are pledged to the payment of a bond as superseded by Section 1202.006, Government (enacted as Section 3.002(d), Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987 (Article 717k-8, Vernon's Texas Civil Statutes)). Section 1202.006, Government Code, provides that after approval and registration of the bond, the bond and contract are not contestable for any reason. The omitted law reads:

Sec. 8. . .

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any bonds recite that they are secured by a pledge of the proceeds of a contract, lease, sale or other agreement (herein called "contract"), a copy of such contract and the proceedings of the contracting parties will also be submitted to the attorney general. [If such bonds have been authorized and] such contracts [made in compliance with law, the attorney shall general the bonds approve When so approved, contracts, and such bonds and the contracts shall be valid and binding and shall be incontestable for any cause from and after the time of such registration.

. . .

(13) Section 8, Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973, provides that authority bonds are investment securities within the meaning of the Uniform Commercial Code. The revised law omits the provision because it duplicates in substance Section 1201.041(2), Government Code. The omitted law reads:

Sec. 8. . . .

All bonds issued by the authority pursuant to the provisions of this Act shall constitute investment securities within the meaning of the Uniform Commercial Code. . .

Legislature, Regular Session, 1973, provides that the act, without reference to other statutes, is full authority for the authorization and issuance of bonds and that no other law with regard to the authorization or issuance of obligations or the deposit of the proceeds of obligations, or in any way impeding or restricting the carrying out of the acts authorized by the act to be done, applies to any proceedings taken under the act or acts done pursuant to the act.

The revised law omits the statement that the act, without reference to other statutes, is full authority

for the authorization and issuance of bonds because it is unnecessary. The operative provisions of the act are fully effective on their own terms.

revised law omits The as unnecessary and potentially misleading the statement that no other law with regard to the authorization or issuance οf obligations or the deposit of the proceeds obligations, or in any way impeding or restricting the carrying out of the acts authorized by the act to be done, applies to any proceedings taken under the act or acts done pursuant to the act. An accepted general principle of statutory construction requires a statute to be given cumulative effect with other statutes unless it provides otherwise or unless the statutes are in conflict. To the extent the statement means that the act prevails over other law in existence at the time the act became effective and with which the act conflicts, the statement merely restates general rules of statutory construction. To the extent the means the act prevails statement over future enactments of the legislature that may conflict with the act, the statement is misleading in that one session of the legislature may not bind a future session of the legislature. Conflicts between the revised law (which is a local law) and other laws are governed by Section 311.026, Government Code (Code Construction Act). That section provides that if there is a conflict between a general provision of law and a special or local provision, the special or local provision prevails unless the general provision is the later enactment and the manifest intent is that the general provision prevail. The omitted law reads:

33 Sec. 8. . . .

This Act, without reference to other statutes of the State of Texas, shall

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constitute full authority for authorization and issuance of hereunder, and no other act or law with regard to the authorization or issuance of obligations or the deposit of the proceeds thereof, or in any way impeding or restricting the carrying out of the acts herein authorized to be done shall construed as applying to any proceedings taken hereunder or acts done pursuant hereto.

Revisor's Note (End of Chapter)

(1)Section 2, Chapter 812, Acts of the 66th Legislature, Regular Session, 1979, and Section 3, Chapter 56, Acts of the 67th Legislature, Regular Session, 1981, recite legislative findings regarding procedural requirements for legislation affecting the authority under the constitution and other laws and rules, including proper legal notice and the filing of The recommendations. revised law omits those provisions as executed. The omitted law reads:

[Acts 66th Leg., R.S., Ch. 812]
Sec. 2. It is determined and found that a proper and written notice of the intention to introduce this Act setting forth the general substance of this Act has been published at least 30 days and not more than 90 days prior to the introduction of this Act in the Legislature of Texas in a newspaper having general circulation in Jefferson County, Texas; that a copy of such notice and a copy of this Act have been delivered to the Governor of Texas who has submitted such notice and Act to the Texas Department of Water Resources, and said Texas Department of Water Resources has filed its recommendations as to this Act with the governor, lieutenant governor, and speaker of the house of representatives within 30 days from the date such notice and Act were received by the Texas Department of Resources; and that all requirements and provisions of Article XVI, Section 59d, of the Texas Constitution have been fulfilled and accomplished.

[Acts 67th Leg., R.S., Ch. 56] Sec. 3. Proof of publication of the constitutional notice in required enactment hereof under the provisions of Article XVI, Section 59(d), of the Texas Constitution has been made in the manner provided therein, and a copy of said notice and the bill as originally introduced have been delivered to the Governor of the State of Texas as required by such constitutional

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provision, and such notice and delivery are hereby found and declared to be proper and sufficient to satisfy such requirement.

(2) Section 3, Chapter 812, Acts of the 66th Legislature, Regular Session, 1979, provides that Chapter 812 does not apply to or affect any litigation instituted before the effective date of Chapter 812 that questions the legality of any acts taken or proceedings had by the commission or the authority before that effective date. The revised law omits the provision as executed and because Section 311.031(a), Government Code (Code Construction Act), provides that the reenactment, revision, amendment, or repeal of a statute does not affect matters occurring before or pending on the reenactment, revision, amendment, or repeal of the statute. The omitted law reads:

Sec. 3. This Act does not apply to or affect any litigation instituted prior to the effective date of this Act which questions the legality of any acts taken or proceedings had by the commission or the authority prior to said effective date.

(3) Section 2, Chapter 56, Acts of the 67th Legislature, Regular Session, 1981, provides that the act is severable. The revised law omits that provision because the same result is produced by application of Section 311.032, Government Code (Code Construction Act), which provides that a provision of a statute is severable from each other provision of the statute that can be given effect. The omitted law reads:

In case any one or more of the Sec. 2. provisions, clauses, or words of this Act or the application thereof to any situation or circumstance shall for any reason be held to invalid or unconstitutional, invalidity or unconstitutionality shall not affect any other provisions, clauses, or words of this Act or the application thereof to any other situation or circumstance, and is intended that this Act shall be it and shall as if ar tutic severable be construed invalid applied such any ional section, provision, word had not been included provision, unconstitutional clause, Οľ herein.

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1	CHAPTER 5016. PORT OF CORPUS CHRISTI AUTHORITY OF NUECES COUNTY,				
2	TEXAS				
3	SUBCHAPTER A. GENERAL PROVISIONS				
4	Sec. 5016.0001. DEFINITIONS				
5	Sec. 5016.0002. FORMER NAME OF AUTHORITY 56				
6	SUBCHAPTER B. PORT COMMISSION				
7	Sec. 5016.0051. COMPOSITION OF PORT COMMISSION 57				
8	Sec. 5016.0052. APPOINTMENT OF PORT COMMISSIONERS;				
9	TERMS; ELIGIBILITY 57				
10	Sec. 5016.0053. FILING OF FINANCIAL STATEMENT BY PORT				
11	COMMISSIONERS 60				
12	SUBCHAPTER C. POWERS AND DUTIES				
13	Sec. 5016.0101. USE AND DISPOSITION OF NAVAL PROPERTY 61				
14	Sec. 5016.0102. ELECTIONS				
15	Sec. 5016.0103. SECURITY AND LAW ENFORCEMENT 64				
16	Sec. 5016.0104. CONTRACTS FOR SECURITY AND LAW				
17	ENFORCEMENT SERVICES 66				
18	CHAPTER 5016. PORT OF CORPUS CHRISTI AUTHORITY OF NUECES COUNTY,				
19	TEXAS				
20	SUBCHAPTER A. GENERAL PROVISIONS				
21	Revised Law				
22	Sec. 5016.0001. DEFINITIONS. In this chapter:				
23	(1) "Adjacent property" means the approximately 433				
24	acres that the authority owns in San Patricio County that is bounded				
25	on the east by the western boundary of the former Naval Station				
26	Ingleside, on the north by Farm-to-Market Road 1069, on the west by				
27	the corporate limits of the City of Ingleside on the Bay, and on the				
28	south by the corporate limits of the City of Ingleside on the Bay				
29	and the north shoreline of Corpus Christi Bay. The term does not				
30	include property:				
31	(A) that the authority purchased from this state				
32	under former Article 8225, Revised Statutes; or				
33	(B) that was granted to the authority by this				
34	state under any general or special law.				

- 1 (2) "Authority" means the Port of Corpus Christi Authority of Nueces County, Texas. 2 3 "Naval property" means: (3) 4 the approximately 576.615 acres of land and (A) submerged land in San Patricio and Nueces Counties, improvements, 5 6 and personal property, if any, that reverted to the authority when 7 former Naval Station Ingleside closed, other than property that the authority purchased from this state under former Article 8225, 8 Revised Statutes, or that was granted to the authority by this state 9 under any general or special law; and 10 11 (B) the adjacent property. (4)"Port commission" means the authority's governing 12 13 body. "Port commissioner" means a member of the port 14 (5) 15 commission. (Acts 67th Leg., R.S., Ch. 165, Sec. 2; Acts 68th Leg., 16 R.S., Ch. 397, Secs. 1, 1A as added Acts 81st Leg., R.S., Ch. 53.) 17 Source Law 18 [Acts 67th Leg., R.S., Ch. 165] 19 Sec. 2. The name of the board of navigation and canal commissioners of the authority is changed to the 20 21 port commission and the title of each member is port 22 commissioner. 23 [Acts 68th Leg., R.S., Ch. 397] 24 Sec. 1. In this Act: (1) "Adjacent (1) "Adjacent property" means the approximately 433 acres that the authority owns in San 25 26 27 Patricio County that is bounded on the east by the 28 western boundary of Naval Station Ingleside, on the north by Farm-to-Market Road 1069, on the west by the 29 city limits of the City of Ingleside on the Bay, and on the south by the city limits of the City of Ingleside 30 31 32 on the Bay and the north shoreline of Corpus Christi 33 The term does not include property that the authority purchased from this state under Article 34 8225, Revised Statutes, or that was granted to the authority by this state under any general or special 35 36 37 Act.

 - (A) the approximately 576.615 acres of land and submerged land in San Patricio and Nueces Counties, improvements, and personal property, if any, that revert to the authority when Naval Station Ingleside closes, other than property that the authority purchased from this state under Article 8225, Revised Statutes, or that was granted to the authority by this state under any general or special Act; and

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1 2 3 4 5 6 7 8 9 10	(B) the adjacent property. (4) "Port commission" means the governing body of the authority. Sec. 1A. In this Act: (1) "Authority" means the Port of Corpus Christi Authority of Nueces County, Texas. (2) "Port commission" means the governing body of the Port of Corpus Christi Authority of Nueces County, Texas. (3) "Port commissioner" means a member of the port commission.
12	Revisor's Note
13	(1) Sections 1(1) and (3), Chapter 397, Acts of
14	the 68th Legislature, Regular Session, 1983, refer to
15	"Naval Station Ingleside." Because Naval Station
16	Ingleside closed on April 30, 2010, the revised law
17	adds "former" to references to "Naval Station
18	Ingleside."
19	(2) Sections 1(1) and (3), Chapter 397, Acts of
20	the 68th Legislature, Regular Session, 1983, refer to
21	property purchased by the authority under "Article
22	8225, Revised Statutes." The revised law retains the
23	reference to Article 8225, Revised Statutes, because
24	that was the law in effect at the time the authority
25	purchased the property but adds "former" to the
26	references to that article because it was codified in
27	1971 as Sections 61.115, 61.116, and 61.117, Water
28	Code.
29	Revised Law
30	Sec. 5016.0002. FORMER NAME OF AUTHORITY. Before May 20,
31	1981, the authority was known as the Nueces County Navigation
32	District No. 1. (Acts 67th Leg., R.S., Ch. 165, Sec. 1; New.)
33	Source Law
34 35 36	Sec. 1. The name of Nueces County Navigation District No. 1 is changed to the Port of Corpus Christi Authority of Nueces County, Texas.
37	Revisor's Note
38	Section 1, Chapter 165, Acts of the 67th
39	Legislature, Regular Session, 1981, which took effect

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on May 20, 1981, renamed the Nueces County Navigation

- District No. 1 as the Port of Corpus Christi Authority 1
- of Nueces County, Texas. The revised law retains the 2
- 3 reference to the authority's former name to clarify a
- reference to the former name in another law and adds a 4
- reference to the effective date for the reader's 5
- convenience. 6
- SUBCHAPTER B. PORT COMMISSION 7
- 8 Revised Law
- Sec. 5016.0051. COMPOSITION OF PORT COMMISSION. 9
- commission is composed of seven port commissioners. (Acts 68th 10
- Leg., R.S., Ch. 397, Sec. 1A as added Acts 81st Leg., R.S., Ch. 498; 11
- Acts 78th Leg., R.S., Ch. 1334, Sec. 3 (part).) 12
- 13 Source Law
- 14 [Acts 68th Leg., R.S., Ch. 397]
- 15 The port commission is composed of Sec. 1A.
- 16 seven members.
- 17
- [Acts 78th Leg., R.S., Ch. 1334] Sec. 3. [If the annexation of 18 San Patricio
- 19 County is approved at an election held under Section 2
- 20 of this Act:]
- 21 (1)the port commission is composed of
- 22 seven members;
- 23
- 24 Revised Law
- Sec. 5016.0052. APPOINTMENT OF PORT COMMISSIONERS; TERMS; 25
- 26 ELIGIBILITY. (a) Port commissioners are appointed as follows:
- (1) the Commissioners Court of Nueces County shall 27
- appoint three port commissioners; 2.8
- (2) the city council of the City of Corpus Christi 29
- shall appoint three port commissioners; and 30
- (3) the Commissioners Court of San Patricio County 31
- shall appoint one port commissioner. 32
- 33 (b) Port commissioners serve staggered three-year terms
- 34 that expire in January.
- 35 A port commissioner may not serve more than four full (c)
- terms. 36
- A person must have been a resident of Nueces County for 37
- 38 at least six months to be eligible for appointment to the port

- commission by the Commissioners Court of Nueces County or the city
- 2 council of the City of Corpus Christi.
- 3 Subsections (c) and (d) do not apply to a person serving
- 4 as a port commissioner on June 9, 1995. (Acts 68th Leg., R.S., Ch.
- 397, Secs. 2, 3, 4(c), (d); Acts 74th Leg., R.S., Ch. 469, Sec. 2; 5
- 6 Acts 78th Leg., R.S., Ch. 1334, Sec. 3 (part).)

7 Source Law

8 [Acts 68th Leg., R.S., Ch. 397]

Sec. 2. (a) The Commissioners Court of Nueces County shall appoint four members to the port commission, and the City Council of Corpus Christi shall appoint three members to the port commission.

(b) A person must have been a resident of Nueces County for at least six months to be eligible for appointment to the port commission.

Sec. 3. (a) The port commissioners shall serve staggered three-year terms.

(b) A person may not serve more than four full terms as port commissioner.

[Sec. 4]

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- In making its initial appointments to the (C) port commission, the Commissioners Court of Nueces County shall appoint:
- (1) one port commissioner to a term that expires in January, 1986;
 (2) one port commissioner to a term that expires in January, 1987; and
- (3) two port commissioners to terms that expire in January, 1988.
- In making its initial appointments to the (d) port commission, the City Council of Corpus Christi shall appoint:
- (1) one port commissioner to a term that expires in January, 1986;
- (2) one port commissioner to a term that expires in January, 1987; and
- (3) one port commissioner to a term that expires in January, 1988.

[Acts 74th Leg., R.S., Ch. 469] Sec. 2. The change in law made by this Act does not affect the eligibility of a person who, on the effective date of this Act, is a member of the port commission of the Port of Corpus Christi Authority of Nueces County.

[Acts 78th Leg., R.S., Ch. 1334]

Sec. 3. [If the annexation of San Patricio County is approved at an election held under Section 2 of this Act:]

- (2) notwithstanding Section 2, 397, Acts of the 68th Legislature, Regular Session, 1983:
- (A) the Commissioners Court of Nueces County shall appoint three members to the port commission;
- (B) the City Council of Corpus Christi shall appoint three members to the port Corpus

commission; and

(C) the Commissioners Court of San
Patricio County shall appoint one member to the port
commission;

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Revisor's Note

Section 2, Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, provides the manner of appointment of and eligibility requirements for port commissioners. Section 3, Chapter 1334, Acts the 78th Legislature, Regular Session, 2003, provides that if the annexation of San Patricio County is approved at a confirmation election, Section 3 governs the appointment of port commissioners. revised law omits the provisions of Section 2 of Chapter 397 that relate to the appointment of port commissioners as superseded by Section 3 of Chapter 1334 because the annexation of San Patricio County was approved at a confirmation election and the authority has annexed San Patricio County, as stated in Revisor's Note (2) at the end of this chapter. The revised law adds "by the Commissioners Court of Nueces County or the city council of the City of Corpus Christi" to the provision requiring a person to have been a resident of Nueces County for at least six months to be eligible for appointment to the port commission in order to clarify that the residency requirement applies only to persons appointed to the port commission by the Commissioners Court of Nueces County or the city council of Corpus Christi and not to persons appointed by the Commissioners Court of San Patricio County.

(2) Sections 4(c) and (d), Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, prescribe the procedure for staggering the terms of the port commissioners first appointed under that act. The revised law revises the establishment of staggered

terms expiring in January but omits the provisions relating to the date the initial terms expire as executed.

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- (3) Section 2, Chapter 469, Acts of the 74th Legislature, Regular Session, 1995, provides that the changes in law made by Chapter 469 do not affect the eligibility of a person serving as a port commissioner on "the effective date of this Act." Chapter 469 added residency requirement for service on the port and imposed commission term limits on port The revised law substitutes "June 9, commissioners. 1995" for the quoted language because that is the date on which Chapter 469 took effect.
- 14 Section 3, Chapter 1334, Acts of the 78th Legislature, Regular Session, 2003, provides for the 15 appointment of port commissioners "notwithstanding 16 Section 2, Chapter 397, Acts of the 68th Legislature, 17 Regular Session, 1983." The revised law omits the 18 19 quoted language as unnecessary because the provisions of Section 2 of Chapter 397 that relate to the 20 appointment of port commissioners are omitted from the 21 revised law for the reason stated in Revisor's Note (1) 22 23 to this section.

24 <u>Revised Law</u>

- Sec. 5016.0053. FILING OF FINANCIAL STATEMENT BY PORT COMMISSIONERS. (a) Not later than April 30 of each year, a port commissioner shall file with the Texas Ethics Commission a financial statement that complies with Sections 572.022-572.024, Government Code.
- 30 (b) The filed statement is a public record. (Acts 68th 31 Leg., R.S., Ch. 397, Sec. 4A.)

32 Source Law

33 Sec. 4A. Not later than April 30 each year, a 34 port commissioner shall file with the Texas Ethics 35 Commission a financial statement that complies with

statement filed under this section is a public record. 2 3 Revisor's Note (End of Subchapter) 4 5 Sections 4(a), (b), and (e), Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, require 6 7 port commissioners serving on the effective date of Chapter 397 to serve until their terms expire in 8 January 1985, provide for the appointment of the port 9 commissioners initially appointed under Section 4, and 10 11 provide for the appointment and terms successors to those initial appointees. 12 The revised 13 law omits those provisions as executed. The omitted 14 law reads: 15 Sec. 4. (a) The persons serving as port commissioners on the effective date of 16 17 this Act remain in office and shall continue 18 to have the powers and perform the duties of 19 port commissioners until the expiration of 20 their terms in January, 1985. 21 On the expiration of the terms of (b) the port commissioners serving on the effective date of this Act, seven persons 22 23 24 must be appointed as provided by Section 2 25 this Act to serve as the commissioners for Corpus 26 the Port of Christi Authority of Nueces County, Texas. 27 28 (e) Successors to the 29 appointees shall be appointed and shall 30 serve for three-year terms. 31 SUBCHAPTER C. POWERS AND DUTIES Revised Law 32 Sec. 5016.0101. USE AND DISPOSITION OF NAVAL PROPERTY. 33 34 The authority may use naval property in ways that replace and 35 enhance the economic benefits generated by the former Naval Station Ingleside through diversified activities, including uses to 36 foster: 37 job creation and retention; 38 (1)(2) economic development; 39 40 (3) industry; 41 (4)commerce; 42 (5) manufacturing;

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Sections

572.022-572.024,

Government

Code.

- 1 (6) housing;
- 2 (7) recreation; and
- 3 (8) infrastructure installation on naval property.
- 4 (b) The port commission may:
- 5 (1) declare any portion of naval property surplus if
- 6 the property is not needed for a navigation-related project; and
- 7 (2) sell or lease the surplus property on terms the
- 8 port commission considers advisable to carry out the purposes of
- 9 this chapter.
- 10 (c) Notwithstanding any other law and subject to the terms
- 11 of this subsection, the authority may sell or lease property
- 12 declared surplus under this section with or without public bidding.
- 13 The authority may not sell naval property declared surplus under
- 14 this section in a private sale for less than the property's fair
- 15 market value. The authority shall obtain an appraisal of the
- 16 surplus property, which is conclusive evidence of the surplus
- 17 property's fair market value.
- 18 (d) The authority may contract with another person for
- 19 assistance in accomplishing the purposes of this section by
- 20 competitive bidding or negotiated contract as the port commission
- 21 considers appropriate, desirable, and in the authority's best
- 22 interests. (Acts 68th Leg., R.S., Ch. 397, Secs. 4B(a), (b), (c),
- 23 (d) as added Acts 81st Leg., R.S., Ch. 498.)

24 Source Law

- Sec. 4B. (a) The authority may use the naval property in ways that replace and enhance the economic benefits generated by Naval Station Ingleside through diversified activities, including uses to foster:
 - (1) the creation and retention of new

30 jobs; 31

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- (2) economic development;
- (3) industry;
- (4) commerce;
- (5) manufacturing;
- (6) housing;
- (7) recreation; and
- (8) the installation of infrastructure on the naval property.
- (b) The authority may contract with another person for assistance in accomplishing the purposes of this section by competitive bidding or negotiated contract as the port commission considers appropriate, desirable, and in the best interests of the authority.

- (c) The port commission may declare any portion of the naval property not needed for a navigation-related project surplus property and may sell or lease the surplus property on terms the port commission considers advisable to carry out the purposes of this Act.
- (d) Notwithstanding any other law, and subject to the terms of this subsection, the authority may sell or lease property declared surplus under this section with or without public bidding. Naval property declared surplus under this section may not be sold in a private sale for less than its fair market value. The authority shall obtain an appraisal of the surplus property, and the appraisal is conclusive evidence of the surplus property's fair market value.

Revisor's Note

- (1) Section 4B(a), Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, as added by Chapter 498, Acts of the 81st Legislature, Regular Session, 2009, refers to "Naval Station Ingleside." The revised law adds "former" to that reference for the reason stated in Revisor's Note (1) to Section 5016.0001.
- Section 4B(e), Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, as added Chapter 498, Acts of the 81st Legislature, Regular Session, 2009, provides that Section 4B is cumulative and in addition to other law applicable to or affecting the authority. The revised law omits the provision as unnecessary because an accepted general principle of statutory construction requires that a statute be given cumulative effect with other statutes unless the statute provides otherwise or unless the statute conflicts with another statute. In addition, Section 4B(e) provides that Section 4B "does not limit the power of the authority to use other law not in conflict with" the act. The revised law omits the provision as unnecessary because it is an accepted general principle of statutory construction that a grant of power does not act as a limitation. omitted law reads:

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This section is cumulative of and in addition to other law applicable to or affecting the authority. This section does not limit the power of the authority to use other law not in conflict with this Act to the extent necessary or convenient to carry out a power expressly or impliedly granted by this section.

9 Revised Law

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Sec. 5016.0102. ELECTIONS. 10 An election relating to the authority must be held in the authority as a whole and not on a 11 12 county-by-county basis. (Acts 68th Leg., R.S., Ch. 397, Sec. 4B as added Acts 81st Leg., R.S., Ch. 53; Acts 78th Leg., R.S., Ch. 1334, 13 Sec. 4.) 14

Source Law 15

16 [Acts 68th Leg., R.S., Ch. 397]

An election relating to the authority Sec. 4B. shall be held in the authority as a whole, and not on a county-by-county basis.

[Acts 78th Leg., R.S., Ch. 1334] Sec. 4. If the annexation of San Patricio County is approved at an election held under Section 2 of this Act, any subsequent election relating to the authority shall be held in the authority as a whole, and not on a county-by-county basis.

Revisor's Note

Section Chapter 1334, Acts 4, of the 78t.h Legislature, Regular Session, 2003, provides the manner of holding authority elections "[i]f the annexation of San Patricio County is approved at an election held under Section 2 of this Act." Section 4 also refers to "subsequent" elections to distinguish between the initial confirmation election held under Section 2 of Chapter 1334 and any subsequent election held in the authority. Because the revised law omits Section 2 of Chapter 1334 as executed (see Revisor's Note (2) at the end of this chapter), the revised law also omits the quoted provisions as unnecessary.

Revised Law

Sec. 5016.0103. 40 SECURITY AND LAW ENFORCEMENT. (a) The port commission may adopt, amend, repeal, and enforce an ordinance, 41 rule, or police regulation necessary to: 42

- 1 (1) protect, secure, and defend the ship channels and
- 2 waterways in the authority's jurisdiction and facilities served by
- 3 those ship channels and waterways;
- 4 (2) promote the health, safety, and general welfare of
- 5 any person using the ship channels and waterways in the authority's
- 6 jurisdiction; or
- 7 (3) comply with a federal law or regulation or
- 8 implement a directive or standard of the federal government,
- 9 including the United States Department of Homeland Security and the
- 10 United States Coast Guard, relating to securing ship channels and
- 11 waterways and facilities served by ship channels and waterways and
- 12 preventing terrorist attacks on ship channels, waterways,
- 13 associated maritime facilities, and other facilities served by ship
- 14 channels and waterways.
- 15 (b) In the enforcement of an authority ordinance, rule, or
- 16 police regulation, a sheriff, constable, or other licensed peace
- 17 officer or a peace officer employed or appointed by the port
- 18 commission may make arrests, serve criminal warrants, subpoenas, or
- 19 writs, and perform any other service or duty that may be performed
- 20 by any sheriff, constable, or other licensed peace officer in
- 21 enforcing other laws of this state.
- (c) In adopting an ordinance, rule, or police regulation
- 23 under Subsection (a) of this section, the port commission shall
- 24 comply with the procedures provided by Sections 60.074 and 60.075,
- 25 Water Code. (Acts 68th Leg., R.S., Ch. 397, Secs. 4C(a), (b), (c).)

26 Source Law

- Sec. 4C. (a) The port commission may adopt, amend, repeal, and enforce an ordinance, rule, or police regulation necessary to:
 - (1) protect, secure, and defend the ship channels and waterways in the jurisdiction of the authority and facilities served by those ship channels and waterways;
 - (2) promote the health, safety, and general welfare of any person using the ship channels and waterways in the jurisdiction of the authority; or
- 37 (3) comply with a federal law or 38 regulation or implement a directive or standard of the 39 federal government, including the United States 40 Department of Homeland Security and the United States 41 Coast Guard, relating to securing ship channels and

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waterways and facilities served by ship channels and waterways and preventing terrorist attacks on ship channels, waterways, associated maritime facilities, and other facilities served by ship channels and waterways.

- (b) In the enforcement of an authority ordinance, rule, or police regulation, a sheriff, constable, or other duly constituted peace officer of this state or a peace officer employed or appointed by the port commission may make arrests, serve criminal warrants, subpoenas, or writs, and perform any other service or duty that may be performed by any sheriff, constable, or other duly constituted peace officer of this state in enforcing other laws of this state.
- (c) In adopting an ordinance, rule, or police regulation under Subsection (a) of this section, the port commission shall comply with the procedures provided by Sections 60.074 and 60.075, Water Code.

Revisor's Note

Section 4C(b), Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, refers to a "duly constituted peace officer." The revised law substitutes "licensed" for "duly constituted" to conform to the terminology used in Subchapter G, Chapter 1701, Occupations Code, which regulates the licensing of peace officers.

Revised Law

Sec. 5016.0104. CONTRACTS FOR SECURITY AND LAW ENFORCEMENT SERVICES. (a) The authority may enter into an interlocal agreement with this state or a county, municipality, or other political subdivision of this state to jointly provide, and share the costs of, security for the ship channels and waterways in the authority's jurisdiction.

(b) To protect the public interest, the authority may contract with a qualified party, including the federal government, Nueces County, or San Patricio County, for the provision of law enforcement services in all or part of the authority's jurisdiction. (Acts 68th Leg., R.S., Ch. 397, Secs. 4C(d), (e).)

Source Law

- (d) The authority may enter into an interlocal agreement with this state or a county, municipality, or other political subdivision of this state to jointly provide, and share the costs of, security for the ship channels and waterways in the jurisdiction of the authority.
 - (e) To protect the public interest, the

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authority may contract with a qualified party, including the federal government, Nueces County, or County, for the provision of law Patricio enforcement services in all or part of the jurisdiction of the authority.

Revisor's Note (End of Chapter)

- (1) Section 5, Chapter 397, Acts of the 68th Legislature, Regular Session, 1983, provides that the act is severable. The revised law omits that provision because the same result is produced by application of Section 311.032, Government Code (Code Construction Act), which provides that a provision of a statute is severable from each other provision of the statute that can be given effect. The omitted law reads:
 - Sec. 5. If a provision of this Act or its application to any person held invalid, is the circumstance invalidity does not affect other provisions or applications of this Act that can be given effect without the invalid provision application, and to this end, provisions of this Act are declared to be severable.
- Sections 1, 2, and 3, Chapter 1334, Acts of the 78th Legislature, Regular Session, 2003, provide provisions relating to the annexation of San Patricio Section 1 defines certain County to the authority. terms for purposes of Chapter 1334. Section 2 requires holding of an election on the question of annexation of San Patricio County and prescribes certain actions to be taken in the event the vote is in favor of or against annexation. Section 3 provides transition provisions relating to the terms of office of the port commissioners serving at the time of the election and immediately following the election. Because the election confirming the annexation of San Patricio County has been held and the county has been annexed to the authority, the revised law omits the provisions as executed. The omitted law reads:

Sec. 1. In this Act:

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- (1) "Authority" means the Port of Corpus Christi Authority of Nueces County, Texas.
- (2) "Commissioners court" means the Commissioners Court of San Patricio County.
- (3) "Port commission" means the port commission of the Port of Corpus Christi Authority of Nueces County, Texas.
- Christi Authority of Nueces County, Texas.

 Sec. 2. (a) On a uniform election date in 2003, the commissioners court shall call and hold an election in San Patricio County to allow for voting for or against the proposition: "Annexation of San Patricio County to the Port of Corpus Christi Authority of Nueces County, Texas."
- (b) The commissioners court shall conduct the election as provided by Sections 62.296 and 62.298, Water Code, performing all the duties of the commission of the annexing district provided by those sections.
- (c) The commissioners court shall canvass the returns of the election and certify the election result to the port commission.
- (d) If a majority of the voters voting at the election favor the annexation of San Patricio County, the port commission shall enter and have recorded an order of annexation as provided by Sections 62.299(c) and (d), Water Code.
- (e) If the annexation of San Patricio County is not approved at the election held under Subsection (a) of this section, another confirmation election may be held not sooner than five years after the date of the first confirmation election. Confirmation elections may be held every five years until the annexation of San Patricio County is approved.
- (f) Except as provided by this section, a confirmation election must be conducted as provided by the Election Code.
- Sec. 3. If the annexation of San Patricio County is approved at an election held under Section 2 of this Act:
- (3) the commissioners serving at the time the annexation of San Patricio County is approved continue to serve, unless otherwise removed as provided by law, until the expiration of their terms; and
- (4) following the annexation of San Patricio County, the Commissioners Court of San Patricio County shall appoint one member to the port commission to fill the first vacancy created by the expiration of the term of a commissioner appointed by the Commissioners Court of Nueces County.

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29	СНАР	TER 5018. O	RANGE COU	NTY NAVIG	ATION A	ND PORT DISTR	ICT OF C	ORANGE
30				COUNTY,	TEXAS			
31			SUBCHAPT	ER A. GEN	ERAL P	ROVISIONS		
32				Revise	d Law			
33		Sec. 5018.	.0001. D	EFINITION	S. In	this chapter:		
34		(1)	"Board"	means	the	district's	board	d of

- 1 commissioners.
- 2 (2) "Commissioner" means a board member.
- 3 (3) "District" means the Orange County Navigation and
- 4 Port District of Orange County, Texas. (Acts 53rd Leg., R.S., Ch.
- 5 370, Sec. 1 (part); New.)
- 6 Source Law
- Sec. 1. . . . [a District] to be known as Orange County Navigation and Port District of Orange County,
 Texas, . . . (hereinafter called the District). . . .
- 10 Revisor's Note
- The revised law adds the definitions of "board"
- and "commissioner" for drafting convenience and to
- avoid frequent, unnecessary repetition of the
- substance of the definitions.
- 15 Revised Law
- 16 Sec. 5018.0002. FINDINGS OF BENEFIT AND PURPOSE. (a) The
- 17 creation of the district is essential to accomplish the purposes of
- 18 Section 59, Article XVI, Texas Constitution, including, to the
- 19 extent authorized by this chapter:
- 20 (1) the supervision, maintenance, development,
- 21 extension, and improvement of navigation in the district;
- 22 (2) the maintenance, development, extension, and
- 23 improvement of port facilities and dock facilities in the district;
- 24 and
- 25 (3) the development of the Port of Orange in the
- 26 district.
- 27 (b) The district:
- 28 (1) is essential to the general welfare of this state
- 29 for the development of maritime shipping to and from the state's
- 30 ports;
- 31 (2) is in the interest of national defense, the Port of
- 32 Orange being strategically located on the Gulf Coast with an
- 33 inland-protected harbor and in a rapidly developing industrial area
- 34 in which shipyards and ship-storing basins are located; and
- 35 (3) will result in:

- 1 (A) material benefits and improvements
- 2 district territory;
- 3 (B) the increase of the taxable value of property
- 4 in the district; and

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- 5 (C) material benefit to that part of the state in
- 6 which the district is located.
- 7 All property in the district and in this state will
- 8 benefit from the district and the improvements and facilities
- 9 acquired or constructed under this chapter. (Acts 53rd Leg., R.S.,
- Ch. 370, Sec. 1 (part); Acts 55th Leg., R.S., Ch. 80, Sec. 4.) 10

11 Source Law

[Acts 53rd Leg., R.S., Ch. 370]
Sec. 1. There is hereby created within the State of Texas, in addition to the Districts into which the State has heretofore been divided, a District [to be known as Orange County Navigation and Port District of Orange County, Texas,] . . . Such District shall be and is hereby declared to be a governmental agency and body politic and corporate . . . the creation of such District is hereby determined to be essential to the accomplishment of the purpose of Section 59 of Article 16 of the Constitution of the State of Texas including (to the extent hereinafter authorized) the supervision and the improvement of navigation and the maintenance, development, extension and improvement of navigation the maintenance, and development, extension improvement of port facilities, dock facilities and the development of Port Orange within the boundaries thereof as hereby established, which is declared to be essential to the general welfare of the State of Texas for the development of maritime shipping to and from its ports, and in the interest of national defense; the port of Orange being strategically located on the gulf coast with an inland-protected harbor and in a rapidly developing industrial area wherein shipyards ship-storing basins are located, and the creation of said District will result in material benefits and improvements to the territory included therein and in the increase of taxable values of property included therein, and result in material benefit to section of the State in which the District is located.

[Acts 55th Leg., R.S., Ch. 80]

Sec. 4. It is hereby found that all property, both real and personal, within the District and within the State of Texas is benefited by said District and will be benefited by the improvements and facilities to be acquired or constructed under the provisions of this Act.

Revisor's Note

Section 1, Chapter 370, Acts of the 53rd 51 52 Legislature, Regular Session, 1953, provides that the

- district is "hereby created within the State of Texas, in addition to the Districts into which the State has heretofore been divided." The revised law omits the reference to the district being "hereby created" as executed. The revised law omits the reference to the district's creation "within the State of Texas, in addition to the Districts into which the State has heretofore been divided" because the absence of the language does not imply that the legislature could create a district outside its jurisdiction or that the district is not in addition to any other districts.
- (2) Section 1, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district is "a governmental agency and body politic and corporate." The revised law omits the quoted language because it duplicates a portion of Section 59(b), Article XVI, Texas Constitution, which provides that a district created under that section is a governmental agency and a body politic and corporate.
- (3) Section 1, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "Port Orange" and the "port of Orange." The revised law refers to the "Port of Orange" for consistency in terminology throughout this chapter.
- (4) Section 4, Chapter 80, Acts of the 55th Legislature, Regular Session, 1957, refers to "property, both real and personal." The revised law omits the reference to "both real and personal" because under Section 311.005(4), Government Code (Code Construction Act), "property" means "real and personal property."

32 Revised Law

33 Sec. 5018.0003. DISTRICT TERRITORY. (a) The district's 34 boundaries are coextensive with the boundaries of Orange County,

- 1 unless the district's territory has been modified under:
- 2 (1) Section 3 or 3a, Chapter 103, Acts of the 41st
- 3 Legislature, 1st Called Session, 1929 (Article 8263a, Vernon's
- 4 Texas Civil Statutes), before August 30, 1971;
- 5 (2) Subchapter H, Chapter 62, Water Code; or
- 6 (3) other law.
- 7 (b) The district includes all of the property within the
- 8 district's boundaries. (Acts 53rd Leg., R.S., Ch. 370, Sec. 1
- 9 (part); New.)

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10 <u>Source Law</u>

Sec. 1. . . . [Orange County Navigation and Port District of Orange County, Texas,] situated in Orange County, Texas, with boundaries as hereinafter set out . . .

The boundaries of said District shall be coextensive with the boundaries of Orange County, Texas, and said District shall include all of the lands and other property, both real and personal, within the boundaries of said District.

Revisor's Note

Section 1, Chapter 370, Acts of the 53rd 21 (1)Regular Session, 1953, 22 Legislature, contains district's 23 description of the territory. 24 description may not be accurate on the effective date of the revised law or at the time of a later reading 25 because the district's boundaries are subject to 26 27 change. For the reader's convenience, the revised law 28 includes a reference to authority to change the district's territory under 29 general law. This authority was formerly located in Sections 3 and 3a, 30 Chapter 103, Acts of the 41st Legislature, 1st Called 31 Session, 1929 (Article 8263a, Vernon's Texas Civil 32 Statutes). Chapter 58, Acts of the 62nd Legislature, 33 34 Regular Session, 1971, which took effect August 30, 1971, codified those provisions in Subchapter H, 35 36 Chapter 62, Water Code. The revised law also includes 37 reference to the general authority 38 legislature to enact other laws to change

- 1 district's territory.
- Section 1, Chapter 370, Acts of the 53rd 2
- 3 Legislature, Regular Session, 1953, refers to "lands
- and other property, both real and personal." 4
- revised law omits the reference to "lands" because 5
- "lands" is included in the meaning of "property." 6
- revised law omits the reference to "both real and 7
- 8 personal" for the reason stated in Revisor's Note (4)
- to Section 5018.0002. 9

10 Revised Law

- Sec. 5018.0004. LIBERAL CONSTRUCTION OF CHAPTER. 11 This
- chapter shall be liberally construed to effect its purposes. 12
- 53rd Leq., R.S., Ch. 370, Sec. 19.) 13
- 14 Source Law
- This 15 Sec. 19. Act and all the terms
- provisions hereof shall be liberally construed to 16
- 17 effectuate the purposes set forth herein.
- SUBCHAPTER B. DISTRICT ADMINISTRATION 18
- 19 Revised Law
- 20 Sec. 5018.0051. BOARD OF COMMISSIONERS; TERM; ELECTION.
- The district is governed by a board composed of five elected 21
- commissioners. 22
- 23 Commissioners serve staggered four-year terms.
- 24 The district shall hold an election in the district on
- 25 the uniform election date in May of each even-numbered year to elect
- commissioners. 26
- 27 The board has the rights and powers conferred and (d)
- imposed on navigation and canal commissioners and commissioners 28
- courts by Chapter 62, Water Code. (Acts 53rd Leg., R.S., Ch. 370, 29
- 30 Secs. 3 (part), 8(a) (part), (c).)
- 31 Source Law
- 32 Sec. 3. The management and control of said
- District is hereby vested in a Board of Commissioners, 33
- which shall be composed of five (5) persons, Said Board of Commissioners shall have and exercise 34 35
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- the rights, powers, and authority conferred and imposed upon navigation and canal commissioners and 37
- 38 commissioners' courts by Chapter 5, Acts of

- Thirty-ninth Legislature of Texas, 1925 (Article 8263h, Vernon's Texas Civil Statutes), as the same is now or hereafter may be amended, and . . .
- Sec. 8. (a) The District shall hold an election in the District on the first Saturday of May in each even-numbered year for the election of five (5) Commissioners, . . .
- (c) Except as provided by Subsection (d) of this section, the Commissioners serve staggered four-year terms.

Revisor's Note

- (1) Section 3, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that "management and control of said District is hereby vested in" the board. The revised law substitutes "is governed by" for the quoted language because in context the phrases have the same meaning and the latter phrase is more consistent with modern usage.
- (2) Section 3, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to the board's "powers" and "authority." The revised law omits the reference to "authority" because, in context, "authority" is included in the meaning of "powers."
- Section 3, Chapter 370, Acts of the 53rd (3) Legislature, Regular Session, 1953, refers to "Chapter 5, Acts of the Thirty-ninth Legislature of Texas, 1925 (Article 8263h, Vernon's Texas Civil Statutes), as the same is now or hereafter may be amended." Chapter 5, General Laws, Acts of the 39th Legislature, Regular Session, 1925, was set out in the Revised Civil of 1925, following Article additional legislation. Chapter 5 was not assigned a specific article number, but for purposes of clarity, West Group, a private legal publisher, supplied an unofficial citation and designated Chapter 5 as Article 8263h of those statutes published under the title Vernon's Texas Civil Statutes. Article 8263h,

Vernon's Texas Civil Statutes, was subsequently codified as part of Chapter 62, Water Code, by Chapter 58, Acts of the 62nd Legislature, Regular Session, Consequently, the revised law substitutes a reference to Chapter 62, Water Code. Although Chapter 62, Water Code, includes provisions that were not part of Article 8263h, the reference to Chapter 62, Water Code, is nevertheless appropriate because Section 2, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953 (revised in pertinent part in this chapter as Section 5018.0101), provides that the district has all powers, rights, privileges, functions conferred by general law on navigation districts created or operating under Section 59, Article XVI, Texas Constitution, and Chapter 62, Water Code, is such a general law.

The revised law omits the reference to "as the same is now or hereafter may be amended" as unnecessary. Section 311.027, Government Code (Code Construction Act), applicable to the revised law, states that a reference to a statute includes all reenactments, revisions, or amendments of that statute.

(4) Section 8(a), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, as amended by Chapter 723, Acts of the 71st Legislature, Regular Session, 1989, requires commissioners' elections to be held on the "first Saturday of May." From 1987 to 2003, Section 41.001, Election Code, provided for a uniform election date for all political subdivisions on the first Saturday in May. In Chapter 1315, Acts of the 78th Legislature, Regular Session, 2003, the legislature amended Section 41.001 by moving the uniform election date in May to the third Saturday. In

Chapter 1, Acts of the 78th Legislature, 3rd Called Session, 2003, the legislature amended Section 41.001 by moving the uniform election date in May back to the first Saturday. In Chapter 471, Acts of the 79th Legislature, Regular Session, 2005, the legislature amended Section 41.001 by moving the uniform election date in May to the second Saturday. In Chapter 558, Acts of the 84th Legislature, Regular Session, 2015, the legislature amended Section 41.001 by again moving the uniform election date in May back to the first The revised law substitutes "uniform Saturday. election date in May" for "first Saturday of May" to reflect those changes and to preserve the legislative intent expressed in the 1989 amendment to Section 8(a) that the election be held on a uniform election date in May.

- (5) Section 8(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that commissioners serve staggered terms of four years, "[e]xcept as provided by Subsection (d) of this section." The revised law omits the quoted language as unnecessary because Section 8(d), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, to which the quoted language refers, is omitted from the revised law for the reason stated in Revisor's Note (6) to this section.
- (6) Section 8(d), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, contains transition language regarding commissioners' elections for the years 1990 and 1992 and the terms of elected office of the commissioners at those Section 8(d) also establishes a pattern elections. under which two specific positions on the board are elected in 1992 and every fourth year thereafter, and

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the remaining three specific positions are elected in 1994 and every fourth year thereafter. The revised law omits the language related to the 1990 and 1992 elections as executed because the elections have been held and the terms of office of those commissioners have expired. To the extent the omitted language establishes a pattern under which specific positions the ballot, retaining the language on unnecessary because Section 8(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, revised in this chapter as Section 5018.0051(b), requires that the commissioners serve staggered four-year terms; district accordingly, the must hold elections following that established pattern. The omitted law reads:

> (d) In the District's Commissioner's election, persons the elected to represent Precinct Two $\bar{(2)}$ and Precinct Three (3) serve two-year terms. The persons elected to represent Precinct One (1), Precinct Four (4), and the District large serve four-year terms. at District's 1992 Commissioner's election, the persons elected to represent Precinct Precinct Three (3) (2) and serve four-year terms.

> > Revised Law

Sec. 5018.0052. COMPOSITION OF BOARD; QUALIFICATIONS. (a)
One commissioner must reside in each county commissioners precinct
of Orange County and one commissioner must reside in the county at
large.

- (b) Each commissioner must:
- 33 (1) be a qualified voter of the district; and
- 34 (2) own taxable real property located in the district.
- 35 (c) The candidates receiving the highest number of votes 36 from each county commissioners precinct and the county at large 37 shall be declared elected. (Acts 53rd Leg., R.S., Ch. 370, Secs. 3 38 (part), 8(a) (part).)

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Source Law

Sec. 3. . . . [a Board of Commissioners, which shall be composed of five (5) persons,] one (1) who shall reside in Precinct 1 of Orange County, one (1) who shall reside in Precinct 2 of Orange County, one (1) who shall reside in Precinct 3 of Orange County, one (1) who shall reside in Precinct 4 of Orange County, and one (1) who shall reside in Orange County at large and shall be qualified voters therein who own real property therein which has been duly rendered for taxation. . .

Sec. 8. (a) . . . five (5) Commissioners, four (4) of whom shall reside in the respective Commissioners' Precincts of Orange County and one of whom shall reside in said County at large and all of whom shall possess the other qualifications as set forth in Section 3 of this Act. Those receiving the highest number of votes for the respective places from said Precincts One (1), Two (2), Three (3), Four (4), and the County at large on said Commission shall be declared elected.

Revisor's Note

Section 3, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that commissioners must own "real property" located in the district "which has been duly rendered for taxation." The revised law omits the language relating to rendering property for taxation because the Tax Code does not require that real property be rendered for taxation. However, the revised law adds "taxable" to the reference to "real property" to preserve the legislature's intent that a commissioner own real property in the district that is subject to taxation.

Revised Law

Sec. 5018.0053. POLLING PLACES. For all elections held under this chapter, the board, in each election order, shall designate the number and location of polling places, provided that at least one polling place is located in each of the county commissioners precincts. (Acts 53rd Leg., R.S., Ch. 370, Sec. 17 (part).)

Source Law

Sec. 17. . . . For all elections called and held under the provisions of this Act, the number and location of boxes shall be established and set by the

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Board of Commissioners in the order calling the election, provided however, that at least one voting box will be established and set in each of the Commissioners' precincts.

Revisor's Note

- (1) Section 17, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to an election "called and held." Throughout this chapter, the revised law omits references to calling an election or other similar language because under Chapter 3, Election Code, all elections must be ordered (called) before they may be held.
- (2) Section 17, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "boxes" and a "voting box." The revised law substitutes "polling places" and "polling place" for the quoted language because, in context, the meanings of the terms are the same and "polling place" is more commonly used.
- (3) Section 17, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the number and location of boxes or voting boxes shall be "established and set" by the board. The revised law substitutes "designate" for the quoted language to conform to the language used in Chapter 43, Election Code.

27 Revised Law

- Sec. 5018.0054. COMMISSIONER'S OATH AND BOND. Not later than the 10th day after the date of the commissioner's election, each commissioner shall:
- 31 (1) take and subscribe an oath of office with 32 conditions in the oath as provided by law for members of the county 33 commissioners court; and
- 34 (2) enter into a good and sufficient bond in the amount 35 of \$1,000 payable to the district, conditioned on the faithful 36 performance of the commissioner's duties as a commissioner. (Acts

1 53rd Leg., R.S., Ch. 370, Sec. 13.)

2 Source Law

Sec. 13. Each of the Commissioners within ten (10) days after his election, shall take and subscribe an oath of office with conditions therein as provided by law for members of the County Commissioners' Court, and enter into a good and sufficient bond in the sum of One Thousand Dollars (\$1,000) payable to the District, conditioned upon his faithful performance of his duties.

11 Revised Law

- 12 Sec. 5018.0055. COMPENSATION OF COMMISSIONERS; EXPENSES.
- 13 (a) At the first meeting after each election, the commissioners by
- 14 order shall set the amount of compensation to be received by a
- 15 commissioner for each day served, not to exceed \$600 per year, plus
- 16 actual traveling expenses.
- 17 (b) Each month or as soon as practicable following each
- 18 month, each commissioner shall file with the district's secretary a
- 19 statement showing the amount owed to the commissioner. A check may
- 20 not be issued to the commissioner until the commissioner has filed
- 21 the statement with the secretary. (Acts 53rd Leg., R.S., Ch. 370,
- 22 Sec. 10.)

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23 Source Law

24 The Commissioners shall by order at the Sec. 10. 25 first meeting after each election set and establish the compensation to be received by each Commissioner for his services, for each day served, provided that such compensation shall not exceed Six Hundred Dollars 26 27 28 29 (\$600.00) per year, plus actual traveling expenses. Each Commissioner shall file with the Secretary a 30 31 statement showing the amount due him each month or as 32 soon thereafter as practicable, and before a check 33 shall be issued therefor.

Revisor's Note

35 Section 10, Chapter 370, Acts of the Legislature, Regular Session, 1953, provides that the 36 37 commissioners shall "set and establish" compensation of commissioners. 38 The revised law omits "establish" because, in context, "establish" 39 is 40 included in the meaning of "set."

41 Revised Law

Sec. 5018.0056. VACANCIES. (a) A vacancy on the board

- 1 shall be filled by board appointment until the next commissioners'
- 2 election. If the vacant position is not regularly scheduled to be
- 3 filled at that election, the person elected to fill the position
- 4 serves only for the remainder of the unexpired term.
- 5 (b) A person appointed under this section must have the same
- 6 qualifications as a person elected to the board. (Acts 53rd Leg.,
- 7 R.S., Ch. 370, Sec. 8(e).)

8 Source Law

9 All vacancies on the Board of Commissioners (e) shall be filled by appointment of the Board until the next Commissioner's election, and a person so 10 11 appointed shall possess the same qualifications as a 12 person elected to such office. If the vacant position 13 is not regularly scheduled to be filled at the next 14 Commissioner's election, the person elected to fill the vacancy serves only for the remainder of the 15 16 17 unexpired term.

18 Revised Law

- 19 Sec. 5018.0057. OFFICERS AND EMPLOYEES. (a) As soon as
- 20 practicable after each election of commissioners, the board shall
- 21 elect a president, vice president, and secretary and treasurer.
- (b) The board may:
- 23 (1) employ a port director and other officers as
- 24 required to manage and operate the district and, subject to the
- 25 board's orders, delegate that authority;
- 26 (2) employ and prescribe the duties of officers,
- 27 agents, and employees;
- 28 (3) set the compensation of officers, agents, and
- 29 employees; and
- 30 (4) remove any employee. (Acts 53rd Leg., R.S., Ch.
- 31 370, Secs. 2 (part), 7, 11 (part).)

32 Source Law

- Sec. 2. . . . Without limitation of the generality of the foregoing, the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:
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 (f) To employ officers, agents and employees, to prescribe their duties and to fix their compensation.
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- Sec. 7. As soon as practicable after the election of the first Board of Commissioners, and as

soon as practicable after the election of each succeeding Board of Commissioners, there shall be elected by the Board a President, Vice-President, and Secretary and Treasurer of the District to serve during the tenure of office of the Board of Commissioners so electing such officers.

Sec. 11. The Commissioners may employ a port director and/or such other officers as may be required for the management and operation of the District and may delegate such authority subject to the orders of the Board of Commissioners. Compensation to be paid such officials and all employees shall be fixed by the Board of Commissioners and all employees may be removed by the Board.

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Revisor's Note

- Section 2, Chapter 370, Acts of the 53rd (1)Legislature, Regular Session, 1953, states that, "[w]ithout limitation of the generality of foregoing," district the has certain powers. Throughout this chapter, the revised law omits the quoted or similar language because it is an accepted general principle of statutory construction that a grant of a power does not act as a limitation. Additionally, Section 311.021(2), Government Code (Code Construction Act), provides that it is presumed that, in enacting a statute, the entire statute is intended to be effective.
- (2) Section 2, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district "shall have and is hereby authorized to exercise" certain powers, rights, privileges, and functions. Throughout this chapter, the revised law substitutes "has" or "may" for the quoted language because, in context, the language is synonymous, and "has" and "may" are more commonly used.
- (3) Section 2(f), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district has the authority to "fix" the compensation of officers, agents, and employees employed by the district. Section 11, Chapter 370, Acts of the 53rd

- Legislature, Regular Session, 1953, provides that the compensation of the district officials and employees shall be "fixed" by the board. The revised law substitutes "set" for "fix" and "fixed" because the terms are synonymous in this context and "set" is more commonly used.
 - (4) Section 7, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, requires the board to elect officers "[a]s soon as practicable after the election of the first Board of Commissioners." The revised law omits the quoted language as executed.
- (5) Section 7, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "each succeeding Board of Commissioners" to distinguish between succeeding boards of commissioners and the initial board of commissioners referred to in that section. The revised law omits "succeeding" because all provisions referring to the initial board are omitted as executed and the distinction is no longer required.

21 Revised Law

- Sec. 5018.0058. OFFICER'S OR EMPLOYEE'S SURETY BOND. (a) A bond required of a district officer or employee must be executed by a surety company authorized to do business in this state as surety on the bond.
- 26 (b) The district may pay the premium on the bond. (Acts 53rd 27 Leg., R.S., Ch. 370, Sec. 11 (part).)

28 <u>Source Law</u>

35 Revised Law

36 Sec. 5018.0059. DISTRICT OFFICE. A regular office shall be

- 1 established and maintained for conducting district business in the
- 2 district's territory. (Acts 53rd Leg., R.S., Ch. 370, Sec. 9
- 3 (part).)
- 4 Source Law
- Sec. 9. . . A regular office shall be established and maintained for conduct of the District business within the District.
- 8 Revised Law
- 9 Sec. 5018.0060. CONFLICT OF INTEREST; CRIMINAL PENALTY.
- 10 (a) A district commissioner, engineer, or employee, personally or
- 11 as an agent for another person, may not benefit directly or
- 12 indirectly from a sale, purchase, or contract entered into by the
- 13 board.

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- 14 (b) A person commits an offense if the person violates this
- 15 section. An offense under this subsection is a misdemeanor
- 16 punishable by:
- 17 (1) a fine not to exceed \$1,000;
- 18 (2) confinement in the county jail for not less than
- 19 six months or more than one year; or
- 20 (3) both the fine and confinement. (Acts 53rd Leg.,
- 21 R.S., Ch. 370, Sec. 11 (part).)
- 22 <u>Source Law</u>

No Commissioner, engineer or employee of the District, either for themselves or as agent for anyone else, shall benefit directly or indirectly by reason of any sale, purchase or contract entered into by the Board. If any such person shall directly or indirectly become interested in any such contract, sale, or purchase, he shall be guilty of a misdemeanor and upon conviction thereof shall be punished by a fine in any sum of not to exceed One Thousand Dollars (\$1,000) or by confinement in the county jail for not less than six (6) months nor more than one (1) year or by both fine and imprisonment.

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37 38 Revisor's Note (End of Subchapter)

(1) Section 8(b), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that all elections for commissioners shall be called by the board of commissioners. The revised law omits that

provision as unnecessary because it duplicates in substance Section 3.004(a)(3), Election Code, applicable to the district under Sections 1.002 and 3.001, Election Code, which provides that the governing body of a political subdivision that has elective offices shall order the general election for those officers. The omitted law reads:

- (b) All elections for Commissioners shall be called by the Board of Commissioners, and . . .
- (2) Section 8(b), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the board shall canvass the election returns and declare the results of elections of commissioners. The revised law omits that provision as superseded by the 1985 enactment of the Election Code, applicable to the district under Section 1.002, Election Code. Chapter 67, Election Code, provides for the canvass of elections. The omitted law reads:
 - (b) . . . said Board shall also canvass the election returns and declare the results of such election, and . . .
- (3) Section 8(b), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides for the eligibility of voters to vote in a commissioners' election. The revised law omits that provision because Chapter 11, Election Code, applicable to the district under Section 1.002, Election Code, governs eligibility to vote in an election in this state and allows only qualified voters who are residents of the territory covered by the election to vote in an election. The omitted law reads:
 - (b) . . . all duly qualified resident electors of the District shall be qualified to vote in such elections.
- (4) Section 8(f), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that,

- 1 except as provided by that section, a commissioners' election is governed by the Election Code. The revised 2 3 omits that provision because Section 1.002, 4 Election Code, provides that the Election Code applies to all elections held in this state. An exception to 5 the application of the Election Code would apply by its 6 own terms. The omitted law reads: 7 Except provided 8 (f) as bу this section, 9 a Commissioner's election 10 governed by the Election Code. SUBCHAPTER C. POWERS AND DUTIES 11 12 Revised Law Sec. 5018.0101. GENERAL AND NAVIGATION DISTRICT POWERS. 13 The district has: 14 15 (1) the powers of government and the authority to exercise the rights, privileges, and functions specified by this 16 17 chapter; and 18 all powers, rights, privileges, and functions 19 conferred by general law, including Chapter 62, Water Code, on any navigation district created or operating under Section 59, Article 2.0 21 XVI, Texas Constitution. (Acts 53rd Leg., R.S., Ch. 370, Secs. 1 22 (part), 2 (part), 3 (part).) 23 Source Law 24 Such District with the Sec. 1. powers of government and with the authority 25 26 and exercise the rights, privileges functions 27 hereinafter specified, and . . Except as expressly limited by this Act, 28 Sec. 2. 29 the District shall have and is hereby authorized to exercise all powers, rights, privileges, and functions which are now, or hereafter may be, conferred by 30
- 34 Article 16, Constitution of Texas. 35 5, Sec. 3. [Chapter 36 Thirty-ninth Legislature of 37
 - Texas, (Article 1925 8263h, Vernon's Texas Civil Statutes)] . . . said Chapter 5 shall in all ways apply to the District except as the same may be in conflict or inconsistent with the provisions of this Act, in which event or

general law upon any navigation district or districts created pursuant to, or operating under, Section 59,

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40 events the provisions of this Act shall control. . . . 41

42 Revisor's Note

(1)Section 2, Chapter 370, Acts of the 53rd

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Legislature, Regular Session, 1953, provides that "[e]xcept as expressly limited by this Act," the district has all powers, rights, privileges, and functions "which are now, or hereafter may be" conferred on navigation districts by general law. Section 3, Chapter 370, Acts of the 53rd Legislature, 1953, Session, provides that provisions of general law apply to the district "except as the same may be in conflict or inconsistent with the provisions of this Act, in which event or events the provisions of this Act shall control." The revised law omits the quoted provisions because they are both unnecessary and potentially misleading. the extent the provisions mean that the act prevails over other law in existence at the time the act became effective and with which the act conflicts, the provisions merely restate general rules of statutory construction, and any limitations expressed in the act would apply by their own terms. To the extent the the over act prevails provisions mean future enactments of the legislature that may conflict with it, the provisions are misleading. It is a fundamental principle of statutory construction that one session of the legislature may not bind a future session of the legislature. In addition, Section 311.026, Government (Code Construction Act), Code governs the interpretation of the revised law in instances of apparent conflict with other laws.

(2) Section 3, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "said Chapter 5," meaning Chapter 5, General Laws, Acts of the 39th Legislature, Regular Session, 1925. The revised law substitutes a reference to Chapter 62, Water Code, for the quoted language for the reason

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stated in Revisor's Note (3) to Section 5018.0051.

2 Revised Law

- 3 Sec. 5018.0102. POWERS REGARDING WHARVES, DOCKS, AND OTHER
- 4 FACILITIES. The district may:
- 5 (1) acquire, take over, construct, maintain, repair,
- 6 operate, develop, and regulate wharves, docks, warehouses, grain
- 7 elevators, dumping facilities, belt railways, lands, and other
- 8 facilities or aids consistent with or necessary to the operation or
- 9 development of ports or waterways in the district; and
- 10 (2) construct, extend, improve, repair, maintain, and
- 11 reconstruct, cause to be constructed, extended, improved,
- 12 repaired, maintained, and reconstructed, and own, rent, lease, use,
- 13 and operate any facility of any kind necessary or convenient to the
- 14 exercise of the powers, rights, privileges, and functions granted
- 15 by this chapter. (Acts 53rd Leg., R.S., Ch. 370, Sec. 2 (part).)

16 <u>Source Law</u>

- Sec. 2. . . the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:
 - (a) The right, power and authority to acquire, purchase, take over, construct, maintain, repair, operate, develop and regulate wharves, docks, warehouses, grain elevators, dumping facilities, belt railways, lands and all other facilities or aids consistent to or necessary to the operation or development of ports or waterways within the District; and
 - (b) To construct, extend, improve, repair, maintain, and reconstruct, cause to be constructed, extended, improved, repaired, maintained and reconstructed, and to own, rent, lease, use and operate any and all facilities of any kind necessary or convenient to the exercise of such powers, rights, privileges and functions, as are herein granted.

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Revisor's Note

Section 2(a), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, grants the district the power to "acquire" and "purchase" certain property. The revised law omits the reference to "purchase" because "purchase" is included in the meaning of "acquire."

Revised Law

- 2 Sec. 5018.0103. LIMITATION ON CERTAIN POWERS. This chapter
- 3 may not be construed as granting the district or the board any power
- 4 over the appointment, operations, or conduct of:
- 5 (1) a branch pilot appointed under Section 69.037,
- 6 Transportation Code; or

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- 7 (2) the board of pilot commissioners described by
- 8 Section 69.011, Transportation Code. (Acts 53rd Leg., R.S., Ch.
- 9 370, Sec. 2(j) (part).)

10 Source Law

(j) Nothing contained in this Act shall be construed as granting the District or the Board of Commissioners thereof any power or authority over the appointment, operations, or conduct of the Branch Pilots of the Sabine Bar and the Pilots Commission of the Sabine Bar, . . .

Revisor's Note

- (1) Section 2(j), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to the district's or board's "power or authority." The revised law omits the reference to "authority" for the reason stated in Revisor's Note (2) to Section 5018.0051.
- 24 (2) Section 2(j), Chapter 370, Acts of the 53rd 25 Legislature, Regular Session, 1953, refers to "the Branch Pilots of the Sabine Bar and the Pilots 26 Commission of the Sabine Bar." Chapter 745, Acts of 27 28 the 78th Legislature, Regular Session, 2003, amended Chapter 69, Transportation Code, to provide for a 29 30 specific board of pilot commissioners for all of the ports and private terminals located in Jefferson and 31 Orange Counties and to provide for the appointment and 32 33 regulation of branch pilots for those ports and private terminals, effectively replacing the Pilots 34 35 Commission of the Sabine Bar. The revised law is 36 drafted accordingly.

- 1 (3) Section 2(j), Chapter 370, Acts of the 53rd
 2 Legislature, Regular Session, 1953, provides that it
 3 is the intent of the legislature to exclude certain
 4 entities from the operation of that act. The revised
 5 law omits that provision as unnecessary because it is
 6 implied that a statute expresses the intent of the
 7 legislature. The omitted law reads:
- (j) ... it being the intent of the
 Legislature to exclude the Branch Pilots of
 the Sabine Bar and Tributaries and the
 Pilots Commission of said Bar from the
 operation of any part of this Act.

13 Revised Law

Sec. 5018.0104. BYLAWS AND RULES. The district may adopt bylaws and rules to manage and regulate its affairs. (Acts 53rd Leg., R.S., Ch. 370, Sec. 2 (part).)

Source Law

Sec. 2. . . the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:

(e) To make by-laws, rules and regulations for the management and regulation of its affairs.

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25 <u>Revisor's Note</u>

Section 2(e), Chapter 370, Acts of the 53rd 26 Legislature, Regular Session, 1953, authorizes the 27 district to "make by-laws, rules and regulations." 28 revised law substitutes "adopt" for "make" 29 because, in context, the terms are synonymous and 30 "adopt" is more commonly used. The revised law also 31 omits the reference to "regulations" because under 32 311.005(5), Government 33 Code Construction Act), a rule is defined to include a 34 35 regulation.

Revised Law

Sec. 5018.0105. ACQUISITION OF PROPERTY; EMINENT DOMAIN;

38 DAMAGES. (a) In this section, "property" means property of any

39 kind, including a lighter, a tug, a barge, and other floating

- 1 equipment of any nature.
- 2 (b) If necessary or convenient to exercising a power, right,
- 3 privilege, or function conferred on the district by this chapter,
- 4 the district:
- 5 (1) by gift or purchase may acquire property or an
- 6 interest in property that is inside or outside the district's
- 7 boundaries; or
- 8 (2) by exercising the power of eminent domain may
- 9 acquire property or an interest in property that is inside the
- 10 district's boundaries.
- 11 (c) The district may exercise the power of eminent domain to
- 12 acquire the fee simple title to or an easement or right-of-way over
- 13 and through any land, water, or land under water, private or public,
- 14 in the district that the board determines is necessary or
- 15 convenient to carry out a purpose or power granted to the district
- 16 by this chapter.
- 17 (d) The district must exercise the power of eminent domain
- in the manner provided by Chapter 21, Property Code, except that the
- 19 district is not required to give bond for appeal or bond for costs
- 20 in any judicial proceeding.
- (e) In exercising the power of eminent domain against a
- 22 person that has the power of eminent domain or a receiver or trustee
- 23 for that person, the district may acquire an easement only and not
- 24 the fee simple title.
- 25 (f) A condemnation proceeding is under the board's
- 26 direction and must be in the district's name.
- 27 (g) Except as provided by Subsections (h) and (i), the
- 28 assessment of damages and all procedures with reference to
- 29 condemnation, appeal, and payment must conform to Chapter 21,
- 30 Property Code.
- 31 (h) If the district's exercise of a power granted by this
- 32 chapter makes necessary the relocation of a railroad line or
- 33 right-of-way, the district shall pay the cost of the relocation and
- 34 any damage incurred in changing and adjusting the railroad lines

- 1 and grades.
- 2 (i) The damages to the owner of public utilities and
- 3 communication facilities and properties must include the actual
- 4 loss, costs, and expenses incident to the removal and relocation of
- 5 the facilities and properties, including:
- 6 (1) the costs of installing the facilities in a new
- 7 location;
- 8 (2) the costs of any land or rights or interest in
- 9 land; and

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- 10 (3) any other property rights acquired to accomplish
- 11 the removal and relocation.
- 12 (j) The district's authority under this section to exercise
- 13 the power of eminent domain expired on September 1, 2013, unless the
- 14 district submitted a letter to the comptroller in accordance with
- 15 Section 2206.101(b), Government Code, not later than December 31,
- 16 2012. (Acts 53rd Leg., R.S., Ch. 370, Sec. 2 (part); New.)

17 Source Law

- Sec. 2. . . . the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:
- (i) To acquire by gift or purchase any and all properties of any kind including lighters, tugs, barges and other floating equipment of any nature, real, personal or mixed or any interest therein within or outside of the boundaries of the District necessary or convenient to the exercise of the powers, rights, privileges and functions conferred upon it by this and to acquire by condemnation within boundaries of the District in a manner provided by general law for condemnation by counties; providing that the District shall not be required to give bond appeal or bond for cause in any judicial right of eminent domain proceeding; and the expressly conferred in this District, to enable it to acquire the fee simple title to, and easement or right of way over and through, any and all lands, water or lands under water, private or public, within such District, which in the judgment of the Board of Commissioners is necessary or convenient to carry out any of the purposes and powers conferred upon such District by this Act; provided, however, that as against persons, firms and corporations, or receivers or trustees thereof, who have the power of eminent domain, the fee title may not be condemned, but the District may condemn only an easement. All such condemnation proceedings shall be under the direction of the Commissioners and in the name of the District, and the assessment of damages and all procedures with reference to condemnation, appeal and payment shall be

in conformity with the Statutes of this State as provided in the title of the Revised Civil Statutes of Texas relating to 'Eminent Domain.' In the event it becomes necessary in the exercise of the powers conferred by this Act that any railroad line or right of way should be relocated, the cost of such relocation and any damage incurred in changing and adjusting the lines and grades of such railroad shall be paid by the District. The damages to the owner of public utilities and communication facilities and properties shall include the actual loss, costs and expenses incident to the removal as well as the relocation of the facilities and properties, including the costs of installing the facilities in a new location, and the costs of any land or rights or interest in land, and any other property rights acquired to accomplish such removal and relocation.

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Revisor's Note

- (1) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "properties of any kind . . . real, personal or mixed." The revised law omits the reference to "real, personal or mixed" property because under Section 311.005(4), Government Code (Code Construction Act), "property" includes both real and personal property, and "mixed" property is property consisting of both real and personal property.
- (2) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district may acquire certain property "by condemnation." The revised law substitutes for the quoted language "by exercising the power of eminent domain" because the phrases have the same meaning and the latter phrase is consistent with modern usage in laws relating to eminent domain.
- (3) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district must exercise the power of eminent domain in the manner provided by "general law for condemnation by counties." The revised law substitutes for the quoted language a reference to Chapter 21, Property Code, because that is the general law governing

- eminent domain for governmental entities, including counties.
- (4) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that "the right of eminent domain is expressly conferred in this District." The revised law substitutes for the quoted language a statement that the district "may exercise the power of eminent domain" because the provisions have the same meaning and the reference to the exercise of the power of eminent domain is consistent with modern usage in laws relating to eminent domain.
- (5) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "fee simple title" and "fee title." The revised law substitutes "fee simple title" for the latter phrase for consistency of terminology.
- (6) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "persons, firms and corporations." The revised law omits the reference to "firms and corporations" because under Section 311.005(2), Government Code (Code Construction Act), "person" is defined to include a corporation or any other legal entity.
- (7) Section 2(i), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, requires the district's procedures for condemnation to conform to "the Statutes of this State as provided in the title of Revised Civil Statutes of Texas relating to 'Eminent Domain.'" The title of the Revised Statutes to which the quoted language refers is Title In 1983, Title 52, Revised Statutes, was codified 52. as Chapter 21, Property Code. Therefore, the revised law substitutes a reference to Chapter 21, Property Code, for the quoted language.

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Legislature, Regular Session, 1953, provided the district limited eminent domain authority. Section 2206.101, Government Code, required an entity with eminent domain authority to submit a letter with certain information to the comptroller not later than December 31, 2012, to prevent the entity's eminent domain authority from expiring on September 1, 2013. To avoid the appearance that this revision recognizes authority that the district may not possess at the time of the revision, the revised law includes a provision setting out the requirements of Section 2206.101, Government Code.

14 Revised Law

Sec. 5018.0106. ACQUISITION OF PROPERTY FROM CITY ORANGE. (a) The district may acquire from the City of Orange, with the consent of the City of Orange as provided by the city's charter, the city's port properties, lands, assets, liabilities, contracts, improvement plans, money on hand, and facilities acquired by the city for port purposes.

(b) The manner of the acquisition authorized under this section must be determined between the City of Orange's city commission and the board. (Acts 53rd Leg., R.S., Ch. 370, Sec. 4.)

24 Source Law

Sec. 4. Said District shall have authority to acquire from the City of Orange, with the consent of the City of Orange, evidence as may be provided in its charter all of its port properties, lands, assets, liabilities, contracts, improvement plans, moneys and/or funds on hand and facilities acquired by said City for port purposes in a manner to be determined between the City Commission of the City of Orange, and said Board of Commissioners of such District.

Revisor's Note

Section 4, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "moneys and/or funds" on hand. Throughout this chapter, the revised law substitutes "money" for the quoted or

1	similar language because, in context, the meaning is							
2	the same and "money" is the more commonly used term.							
3	Revised Law							
4	Sec. 5018.0107. GENERAL AUTHORITY TO MAKE CONTRACTS AND							
5	EXECUTE INSTRUMENTS. The district may make a contract or execute ar							
6	instrument necessary or convenient to exercise a power, right,							
7	privilege, or function granted to the district by this chapter.							
8	(Acts 53rd Leg., R.S., Ch. 370, Sec. 2 (part).)							
9	Source Law							
10 11 12 13 14 15 16 17	Sec. 2 the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:							
	(g) To make contracts and execute instruments necessary or convenient to the exercise of the powers, rights, privileges and functions conferred upon it by this Act.							
19	Revised Law							
20	Sec. 5018.0108. AUTHORITY TO SUE AND BE SUED. The district							
21	may sue and be sued in its corporate name. (Acts 53rd Leg., R.S.							
22	Ch. 370, Sec. 2 (part).)							
23	Source Law							
24 25 26	Sec. 2 the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:							
27 28 29	(c) To sue and be sued in its corporate name.							
30	Revised Law							
31	Sec. 5018.0109. SEAL. The district may adopt and use a							
32	corporate seal. (Acts 53rd Leg., R.S., Ch. 370, Sec. 2 (part).)							
33	Source Law							
34 35 36 37 38 39	Sec. 2 the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:							
	(d) To adopt, use and alter a corporate seal.							
40	Revisor's Note							
41	Section 2(d), Chapter 370, Acts of the 53rd							
42	Legislature, Regular Session, 1953, states that the							
43	district may "adopt, use and alter a corporate seal."							

- 1 The revised law omits "alter" because the power to
- 2 adopt a seal includes the power to alter it.

3 Revised Law

- 4 Sec. 5018.0110. POWERS AND LIMITATIONS REGARDING
- 5 LEVINGSTON ISLAND IN LOUISIANA. (a) On approval by resolution of
- 6 the board, the district may purchase for the district the following
- 7 property: Levingston Island, also known as Harbor Island, located
- 8 in the bend of the Sabine River, opposite the City of Orange and
- 9 located in Calcasieu Parish, Louisiana.
- 10 (b) The property purchased under this section is not
- 11 territory in the district's boundaries. The authority to purchase
- 12 the property described in this section and the purchase of that
- 13 property is not the annexation or attempted annexation of the
- 14 property to the State of Texas from the State of Louisiana.
- 15 (c) The district may:
- 16 (1) provide projects and facilities on the property
- 17 purchased under this section for purposes of economic development
- 18 to benefit the district; and
- 19 (2) issue bonds and other obligations of the district
- 20 secured by the revenue from the projects and facilities provided on
- 21 the property purchased under this section for the purposes of
- 22 constructing, acquiring, and maintaining those projects and
- 23 facilities.

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- 24 (d) The district may not impose ad valorem taxes in the
- 25 district to finance the projects and facilities provided under this
- 26 section. (Acts 53rd Leg., R.S., Ch. 370, Sec. 2A.)

27 Source Law

- Sec. 2A. (a) On approval by resolution of its Board of Commissioners, the District may purchase for the District the following property: Levingston Island, also known as Harbor Island, located in the bend of the Sabine River, opposite the City of Orange and located in Calcasieu Parish, Louisiana.
 - (b) The property purchased under Subsection (a) of this section is not a part of the territory within the boundaries of the District and the authority to purchase the property described in Subsection (a) of this section and the purchase of that property may not be construed as the annexation or attempted annexation of the property to the State of Texas from the State of

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Louisiana.

(c) The District may exercise its authority this Act to provide various projects facilities on the property purchased under this for purposes of economic development benefit the District and may issue bonds and other obligations of the District secured by the revenues from the projects and facilities provided on the property purchased under this section for the purposes of constructing, acquiring, projects and facilities. and maintaining

may not levy and collect The District property taxes within the District to finance the projects and facilities provided under this section.

Revisor's Note

Section 2A(d), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district may not "levy and collect property taxes" for Throughout this chapter, the certain purposes. revised law substitutes "impose" for "levy," "assess," "collect," and similar terms because "impose" is the term generally used in Title 1, Tax Code, and includes the levying, assessment, and collection of a tax. revised law also substitutes "ad valorem taxes" for "property taxes" because "ad valorem tax" is the term most commonly used in Texas law to refer to a tax on property.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

29 Revised Law

30 Sec. 5018.0151. DEPOSITORY. The board shall depository or depositories for the district in the manner provided 31 32 by law for the selection of a county depository. (Acts 53rd Leg., R.S., Ch. 370, Sec. 12.) 33

34 Source Law

35 Sec. 12. The Board of Commissioners of District shall select a depository or depositories of 36 37 said District under the general provisions as are now or may hereafter be provided by law for the selection 38 of depositories for counties in this State. 39

Revised Law

ACCOUNTS, CONTRACTS, AND OTHER RECORDS; 41 Sec. 5018.0152. 42 PUBLIC INSPECTION. (a) The board shall cause to be kept complete 43 accurate accounts conforming to approved methods of

- 1 bookkeeping.
- 2 (b) The secretary shall:
- 3 (1) keep a true and full account of board meetings and
- 4 proceedings; and
- 5 (2) preserve board minutes, contracts, notices,
- 6 accounts, receipts, and other records in a fireproof vault or safe.
- 7 (c) The records kept and preserved by the secretary under
- 8 Subsection (b) are:
- 9 (1) district property; and
- 10 (2) subject to public inspection. (Acts 53rd Leg.,
- 11 R.S., Ch. 370, Sec. 9 (part).)
- 12 Source Law
- The Board of Commissioners shall cause 13 14 to be kept complete and accurate accounts conforming 15 to approved methods of bookkeeping. The Secretary 16 shall keep a true and full account of their meetings and proceedings and preserve their minutes, contracts, 17 records, notices, accounts, receipts, and records of 18 19 all kinds in a fireproof vault or safe. The same shall be the property of the District and subject to public 20
- inspection...
- 22 <u>Revised Law</u>
- Sec. 5018.0153. AUTHORITY TO BORROW MONEY, ACCEPT GRANTS,
- 24 AND ISSUE ASSOCIATED BONDS. (a) The district may:
- 25 (1) borrow money for any purpose that is provided by:
- 26 (A) this chapter; or
- 27 (B) the general laws relating to navigation
- 28 districts;
- (2) borrow money or accept a grant from the United
- 30 States or from a corporation or agency created or designated by the
- 31 United States and, in connection with the loan or grant, enter into
- 32 any agreement the United States or the corporation or agency
- 33 requires; and
- 34 (3) make and issue bonds for money borrowed, in the
- 35 manner and to the extent provided by this chapter.
- 36 (b) The district may make and issue bonds under Subsection
- 37 (a)(3) that are:
- 38 (1) revenue bonds;

(2) tax bonds; or

2 (3) combination tax-revenue bonds. (Acts 53rd Leg.,

3 R.S., Ch. 370, Sec. 2 (part).)

Source Law

Sec. 2. . . the District shall have and is hereby authorized to exercise the following powers, rights, privileges, and functions:

. .

(h) To borrow money for any of the purposes, consistent with the Constitution, provided by this Act or by the general laws relating to navigation districts (and without limitation of the generality of the foregoing, to borrow money and accept grants from the United States of America, or from any corporation or agency created or designated by the United States of America, and in connection with any such loan or grant to enter into such agreements as the United States of America or such corporations or agencies may require), and to make and issue its negotiable bonds (revenue, tax, and/or combination tax-revenue bonds) for such borrowed money in the manner and to the extent provided herein.

. . .

Revisor's Note

- Section 2(h), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, authorizes the district to borrow money for certain purposes provided by the act or by general law that are "consistent with the Constitution." The revised law omits the quoted language because the absence of the language does not imply that the legislature could authorize the district to act in a manner that is inconsistent with the constitution and because under Section 311.021(1), Government Code (Code Construction Act), presumed that, in enacting a statute, compliance with the constitutions of this state and the United States is intended.
- (2) Section 2(h), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, authorizes the district to issue "negotiable" bonds. The revised law omits the reference to "negotiable" bonds because Section 1201.041, Government Code, provides that a public security is a negotiable instrument.

1 Throughout this chapter, the revised law omits law

that is superseded by Chapter 1201, Government Code,

or that duplicates law contained in that chapter.

Chapter 1201, Government Code, applies to district

bonds under Sections 1201.002 and 1201.003, Government

6 Code.

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7 Revised Law

8 Sec. 5018.0154. AUTHORITY TO BORROW MONEY FOR CURRENT

- 9 EXPENSES; EVIDENCE OF OBLIGATION. (a) The district may:
- 10 (1) borrow money for current expenses; and
- 11 (2) evidence the borrowed money by warrants payable
- 12 not later than the close of the calendar year for which the loan is
- 13 made.
- 14 (b) The amount of the warrants may not exceed the
- 15 anticipated revenue. (Acts 53rd Leg., R.S., Ch. 370, Sec. 2
- 16 (part).)

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17 Source Law

18 Sec. 2. . . .

(a) . . . said District shall have the right to borrow funds for current expenses and to evidence the same by warrants payable not later than the close of any calendar year for which loans are made. Such warrants shall never exceed the anticipated revenue and . . .

<u>Revisor's Note</u>

Section 2(a), Chapter 370, Acts of the 53rd 26 27 Legislature, Regular Session, 1953, provides that the district's warrants may bear interest at a rate not to 28 exceed six percent. The revised law omits that 29 provision because it is superseded by other 30 Chapter 3, Acts of the 61st Legislature, Regular 31 Session, 1969 (Article 717k-2, Vernon's Texas Civil 32 1204, Government 33 Statutes), now Chapter Code, 34 established a maximum interest rate for public Section 1204.006, Government Code, 35 securities. reflecting the 1981 amendment of Article 717k-2 by 36 Section 1, Chapter 61, Acts of the 67th Legislature, 37

Regular Session, permits a public agency to issue public securities at any net effective interest rate of 15 percent or less. Throughout this chapter, the revised law omits law that is superseded by Chapter 1204, Government Code, or that duplicates law contained in that chapter. Chapter 1204, Government Code, applies to public securities issued by the district by application of Sections 1204.001 and 1204.002, Government Code. The omitted law reads:

10 Sec. 2. . . .

(a) . . . [Such warrants shall never exceed the anticipated revenue and] may bear, not to exceed, six per cent (6%) interest.

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16 Revised Law

17 Sec. 5018.0155. AD VALOREM TAXFOR MAINTENANCE AND OPERATIONS; ELECTION PROCEDURE. (a) 18 The district may impose an 19 annual ad valorem tax at a rate not to exceed 15 cents on each \$100 valuation of taxable property in the district for the maintenance, 20 21 operation, and upkeep of the district and the facilities, 22 properties, and improvements constructed or acquired by the 23 district.

- 24 (b) Elections may be held to increase, reduce, or abate a 25 tax imposed under this section, subject to the limit prescribed by 26 Subsection (a).
- (c) A maintenance tax election must be held in the same manner as a bond election. (Acts 53rd Leg., R.S., Ch. 370, Secs. 5 (part), 17 (part).)

30 <u>Source Law</u>

Said District shall be authorized to Sec. 5. levy and cause to be assessed and collected for the maintenance, operation, and upkeep of said District and the facilities, properties, and improvements and the facilities, properties, constructed or acquired by said District, an annual tax not to exceed fifteen cents (15¢) on each One Hundred Dollars (\$100) valuation of all taxable property within such District, whether real, personal, mixed, or otherwise; provided, that the receipts of said tax shall be used for maintenance, operation, and upkeep of the navigation and port facilities of the Subsequent elections may be District; and

ordered and held for the purpose of increasing, reducing, or abating such tax; provided, however, that such tax shall never exceed the maximum herein prescribed.

Sec. 17. All maintenance tax elections, other than the election called and held under the provisions of Section 6 of this Act, shall be called and held in the same manner as bond elections. . . .

Revisor's Note

- (1) Section 5, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, authorizes the district to impose a tax based on the value of the taxable property in the district. The revised law specifies that the tax is an "ad valorem" tax because it is clear from the source law that the tax is a property tax and "ad valorem" tax is the term most commonly used in Texas law to refer to a tax on property.
- (2) Section 5, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "all taxable property . . . whether real, personal, mixed, or otherwise." The revised law omits the reference to "real, personal, mixed" for the reason stated in Revisor's Note (1) to Section 5018.0105. The revised law omits "or otherwise" because the three categories (real, personal, and mixed) encompass all property types, making "or otherwise" a phrase that provides no additional meaning.
- (3) Section 5, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the receipts of a maintenance and operations tax "shall be used for maintenance, operation, and upkeep of the navigation and port facilities of the District." The revised law omits the quoted language as duplicative of the authorization for the imposition of a tax "for the maintenance, operation, and upkeep of said District and the facilities, properties, and

- improvements constructed or acquired by said
 District."
 - (4) Section 5, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the imposition of a maintenance and operations tax must be approved by the district voters at an election. Because an election to impose the maintenance and operations tax was held and a majority of the voters approved the imposition of the tax, the revised law omits that provision as executed. The omitted law reads:
 - Sec. 5. . . . provided, further, that the levying of such tax shall be first submitted to the qualified property taxpaying voters of said District at an election called and held as hereinafter provided and the proposition shall be adopted by a majority vote of those voting at the election. . .
 - (5)Section 5, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "[s]ubsequent" elections to distinguish between the initial election to authorize the imposition of a maintenance and operations tax by the district and subsequent elections to change the rate of that tax. The revised law omits "[s]ubsequent" because the provision relating to the initial election to authorize the imposition of а maintenance operations tax is omitted as executed (see Revisor's Note (4) to this section), and the distinction is no longer required.
 - (6) Section 17, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to procedures for elections "other than the election called and held under the provisions of Section 6 of this Act." Because that election has been held, the revised law omits the quoted language as executed.

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Revised Law

- 2 Sec. 5018.0156. IMPOSITION OF TAXES; TAX CERTIFICATION; TAX
- 3 ASSESSOR-COLLECTOR. (a) A tax authorized by this chapter, whether
- 4 for bonds or maintenance purposes, must be imposed by the board.
- 5 (b) Each year, the board shall certify to the Orange County
- 6 tax assessor-collector the rate or rates of tax that the board has
- 7 imposed for bonds and maintenance purposes.
- 8 (c) The Orange County tax assessor-collector shall assess
- 9 and collect taxes imposed by the board in the manner provided by
- 10 Chapter 62, Water Code. (Acts 53rd Leg., R.S., Ch. 370, Sec. 3
- 11 (part).)

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12 <u>Source Law</u>

Sec. 3. . . . It is expressly provided, however, that all taxes authorized by this Act, whether for bonds or maintenance purposes, shall be levied by the Board of Commissioners, and said Board each year shall certify to the Tax Assessor-Collector of Orange County the rate or rates of taxes levied for bonds and maintenance purposes, and it shall be the duty of said Tax Assessor-Collector to cause said taxes to be assessed and collected in the manner provided by said Chapter 5.

Revisor's Note

370, Acts Section 3, Chapter of the 53rd Legislature, Regular Session, 1953, refers to the assessment and collection of taxes in the manner provided by "said Chapter 5," meaning Chapter 5, General Laws, Acts of the 39th Legislature, Regular Session, 1925. The revised law substitutes reference to Chapter 62, Water Code, for the quoted language for the reason stated in Revisor's Note (3) to Section 5018.0051.

SUBCHAPTER E. BONDS

34 <u>Revised Law</u>

Sec. 5018.0201. DEFINITION. In this subchapter, "net revenue" means the gross revenue derived from the operation of the district's improvements and facilities the income of which is pledged to the payment of district bonds less the reasonable

- 1 expense of maintaining and operating those improvements and
- 2 facilities, including necessary repair, upkeep, and insurance
- 3 expenses for those improvements and facilities. (Acts 53rd Leg.,
- 4 R.S., Ch. 370, Sec. 14(a) (part).)

5 Source Law

6 (a) . . .

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secured:

'Net revenues' as used herein shall mean the gross revenues derived from the operation of those improvements and facilities of the District the income of which is pledged to the payment of the bonds less the reasonable expense of maintaining and operating said improvements and facilities, and said maintenance and operation expenses shall include, among other things, necessary repair, upkeep, and insurance of said improvements and facilities.

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17 <u>Revisor's Note</u>

Section 14(a), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, states that maintenance and operation expenses "include, among other things," certain items. The revised law omits "among other things" because Section 311.005(13), Government Code (Code Construction Act), provides that "includes" and "including" are terms of enlargement and not of limitation and do not create a presumption that components not expressed are excluded.

Revised Law

- Sec. 5018.0202. AUTHORITY TO ISSUE BONDS. (a) To provide money for any purpose provided by this chapter or another law relating to navigation districts, the board may issue bonds
- 32 (1) solely by a pledge of and payable from the net
- 33 revenue derived from the operation of all or a designated part of
- 34 the district's improvements and facilities then in existence or to
- 35 be constructed or acquired;
- 36 (2) by a pledge of and payable from an ad valorem tax
- 37 on all taxable property in the district under Section 59, Article
- 38 XVI, Texas Constitution; or
- 39 (3) by a combination of the methods prescribed under

- 1 Subdivisions (1) and (2).
- 2 (b) If bonds issued under Subsection (a)(1) are
- 3 outstanding, the board shall charge and collect fees, tolls, and
- 4 charges sufficient to:
- 5 (1) pay all maintenance and operation expenses of the
- 6 improvements and facilities, the income of which is pledged;
- 7 (2) pay the interest on the bonds as it accrues;
- 8 (3) pay the principal of the bonds as it matures; and
- 9 (4) make any other payments prescribed in the bond
- 10 order or resolution.
- 11 (c) If bonds issued under Subsection (a)(2) are
- 12 outstanding, the board shall annually impose a tax sufficient to
- 13 pay:
- 14 (1) the interest on the bonds as it accrues; and
- 15 (2) the principal of the bonds as it matures.
- 16 (d) If bonds issued under Subsection (a)(3) are
- 17 outstanding, the board shall charge and collect fees, tolls, and
- 18 charges so that, in the manner prescribed in the bond order or
- 19 resolution, the amount of tax to be collected may be reduced or
- 20 abated to the extent that the revenue from the operation of the
- 21 improvements and facilities, the income of which is pledged, is
- 22 sufficient to:
- 23 (1) meet the requirements for maintenance and
- 24 operation of the improvements and facilities; and
- 25 (2) provide money for the bonds as prescribed in the
- 26 bond order or resolution.
- 27 (e) All district bonds must be authorized by board
- 28 resolution or order.
- 29 (f) Bonds payable solely from net revenue may be issued
- 30 without an election. (Acts 53rd Leg., R.S., Ch. 370, Secs. 14(a)
- 31 (part), (b) (part), (c) (part), (e) (part).)
- 32 Source Law
- 33 Sec. 14. (a) For the purpose of providing
- funds for any of the purposes provided by this Act or
- other laws relating to navigation districts, the Board

of Commissioners shall have the power from time to time to issue negotiable bonds for and on behalf of the District, which bonds may be secured by any one of the following methods:

- (1) Solely by a pledge of and payable from the net revenues derived from the operation of all or a designated part of the improvements and facilities of the District then in existence or to be constructed or acquired, with the duty on the Board of Commissioners to charge and collect fees, tolls, and charges, so long as the bonds are outstanding, sufficient to pay all maintenance and operation expenses of the improvements and facilities (the income of which is pledged), the interest on such bonds as it accrues, the principal of such bonds as it matures, and to make any and all other payments as may be prescribed in the bond order or resolution; or
- (2) By a pledge of and payable from an advalorem tax upon all taxable property within the District under Section 59 of Article 16 of the Constitution of Texas, with the duty on the Board of Commissioners each year while the bonds, or any part of them, are outstanding to levy, and cause to be assessed and collected, a tax sufficient to pay the interest on such bonds as it accrues and the principal of such bonds as it matures; or
- (3) Ву а of combination the prescribed under (1) and (2) above, wherein the bonds are supported and secured by an ad valorem tax, with the duty on the Board of Commissioners to charge and collect fees, tolls, and charges, so long as the bonds are outstanding, so that (in the manner prescribed in the bond order or resolution) the amount of tax to be collected from time to time may be reduced or abated to the extent that the revenues from the operation of said improvements and facilities (the income of which is pledged) are sufficient to meet the requirements for maintenance and operation of said improvements and facilities and to provide funds for the bonds as prescribed in said bond order or resolution.
- (b) Bonds payable solely from net revenues may be issued by resolution or order of the Board of Commissioners, and no election therefor shall be necessary. . . . (c) All bonds of the District shall be
- (c) All bonds of the District shall be authorized by resolution or order of the Board of Commissioners, . . .
- (e) In all cases where the District is now or hereafter authorized by any general law of this State to issue revenue bonds payable solely from the revenues from properties acquired or to be acquired or from other revenue-producing properties of the District, such bonds may, at the option of the Board of Commissioners, be further secured by the levy of ad valorem taxes upon all taxable property within said District; . . .

Revisor's Note

(1) Section 14(a), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that the district may issue bonds and collect taxes "from time to time." The revised law omits that phrase because

- the power to take an action includes the power to act from time to time.
- 3 (2) Section 14(a), Chapter 370, Acts of the 53rd
 4 Legislature, Regular Session, 1953, authorizes the
 5 district to issue "negotiable" bonds. The revised law
 6 omits the reference to "negotiable" bonds for the
 7 reason stated in Revisor's Note (2) to Section
 8 5018.0153.

9 Revised Law

- Sec. 5018.0203. ELECTION FOR BONDS PAYABLE FROM AD VALOREM TAXES. (a) Bonds, other than refunding bonds, payable wholly or partly from ad valorem taxes may not be issued unless authorized by an election called by the board at which a majority of the votes cast favor the bond issuance.
- (b) Notice of the election must be given by publishing a substantial copy of the order calling the election in a newspaper of general circulation in the district on the same day in each of two successive weeks. The first publication must be not later than the 14th day before the date of the election. No other notice of the election is necessary.
- (c) If the bonds are to be payable solely from taxes, the ballot must have printed on it "For the bonds and the levy of taxes in payment thereof" and the contrary of that proposition.
- (d) If the bonds are to be payable both from net revenue and taxes, the ballot must have printed on it "For the bonds, the pledge of net revenues, and the levy of taxes adequate to provide for the payment thereof" and the contrary of that proposition. (Acts 53rd Leg., R.S., Ch. 370, Secs. 14(b) (part), (e) (part).)

29 Source Law

30 . . . No bonds wholly or partially supported by taxes, except refunding bonds, shall be issued unless and until they have been authorized at an 31 32 election called by the Board of Commissioners at which 33 34 a majority of the duly qualified resident electors of said District who own taxable property within said 35 District and who have duly rendered the same for 36 taxation, voting at said election, have voted in favor 37 38 . . . notice of such election shall be given by publication of a substantial copy of the order or resolution calling the election in a newspaper of general circulation within the District on the same day in each of two (2) successive weeks, the first publication to be not less than fourteen (14) days prior to the date of such election. No other notice of election shall be necessary. If the bonds are to be payable solely from taxes, the proposition to appear upon the ballot shall be "For the bonds and the levy of taxes in payment thereof," and the contrary thereof. If the bonds are to be payable both from net revenues and taxes, the proposition to appear upon the ballot shall be "For the bonds, the pledge of net revenues, and the levy of taxes adequate to provide for the payment thereof," and the contrary thereof.

(e) . . . provided, that no bonds payable from ad valorem taxes as well as revenues shall be issued until the same have been authorized at an election called and held as provided in this Act for other tax bond elections, at which election a majority of the duly qualified resident electors of said District who own taxable property within said District and who have duly rendered the same for taxation, voting at said election, have voted in favor thereof. . . .

Revisor's Note

- Sections 14(b) and (e), Chapter 370, Acts of (1)the 53rd Legislature, Regular Session, 1953, refer to a vote by "a majority of the duly qualified resident electors of said District who own taxable property within said District and who have duly rendered the for taxation." The revised law omits reference to "duly qualified resident electors of said District" for the reason stated in Revisor's Note (3) at the end of Subchapter B. The revised law also omits the reference to voting by persons who own taxable property and render that property for taxation because in Hill v. Stone, 421 U.S. 289 (1975), the United States Court determined Supreme that property ownership as а qualification for voting is an unconstitutional denial of equal protection.
- (2) Section 14(b), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that an election must be held not less than 14 days after the date the election is ordered. The revised law omits the provision as superseded by Section 3.005, Election

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- Code, applicable to the district under Section 1.002, 1 Election Code. Section 3.005, as amended by Chapter 84, Acts of the 84th Legislature, Regular Session, issued by 2015, requires an election order authority of a political subdivision to be issued not later than the 62nd or 78th day before election day, depending on when the election is held, and provides that Section 3.005 supersedes a law outside Election Code to the extent of any conflict. The omitted law reads: 10
 - (b) . . . Any such election shall be held not less than fourteen (14) days after adoption of the date of the order said resolution calling election, and
- Section 14(b), Chapter 370, Acts of the 53rd 16 (3) 17 Legislature, Regular Session, 1953, refers to "order or resolution" calling an election. 18 The revised law omits "resolution" because "order" is the 19 20 term used in Chapter 3, Election Code.

21 Revised Law

- 2.2 Sec. 5018.0204. PROVISIONS OF CERTAIN BOND RESOLUTIONS OR ORDERS; AUTHORITY TO ADOPT OR EXECUTE OTHER PROCEEDINGS 23 OR 24 INSTRUMENTS. (a) In the resolution or order adopted by the board authorizing the issuance of bonds payable wholly or partly from net 25 26 revenue, the board may:
- 27 (1) provide for:

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- 28 the flow of money; and (A)
- the establishment and maintenance 29 (B) of an 30 interest and sinking fund, a reserve fund, and any other funds;
- 31 (2) make any additional covenants with respect to the 32 bonds, the pledged revenue, and the operation, maintenance, and upkeep of the improvements and facilities the income of which is 33 34 pledged, including a provision for the leasing of all or a part of the improvements and facilities and the use or pledge of money 35 derived from those leases, as the board considers appropriate; 36

- 1 (3) prohibit the further issuance of bonds or other
- 2 obligations payable from the pledged net revenue;
- 3 (4) reserve the right to issue additional bonds to be
- 4 secured by a pledge of and payable from the net revenue on a parity
- 5 with, or subordinate to, the lien and pledge in support of the bonds
- 6 being issued, subject to any conditions provided by the resolution
- 7 or order; or
- 8 (5) include any other provision or covenant, as
- 9 determined by the board, that is not prohibited by the Texas
- 10 Constitution or this chapter.
- 11 (b) The board may adopt and execute any other proceeding or
- 12 instrument necessary or convenient to issue the bonds. (Acts 53rd
- 13 Leg., R.S., Ch. 370, Sec. 14(a) (part).)

14 Source Law

15 (a) . . .

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In the resolution or order adopted by the Board of authorizing the issuance Commissioners payable in whole or in part from net revenues, provide for Board may the flow of funds, establishment and maintenance of the interest sinking fund, reserve fund, and other funds, and may make such additional covenants with respect to bonds and the pledged revenues and the operation, and upkeep of those improvements maintenance, facilities (the income of which is pledged), including provision for the leasing of all or a part of said improvements and facilities and the use or pledge of moneys derived from leases thereof, as it may deem resolution or appropriate. Said order may bonds of prohibit the further issuance or obligations payable from the pledged net revenues, or may reserve the right to issue additional bonds to be secured by a pledge of and payable from said net revenues on a parity with, or subordinate to, the lien and pledge in support of the bonds being issued, subject to such conditions as are set forth in said resolution or order. Such resolution or order may contain such other provisions and covenants, as the Board of Commissioners shall determine, not prohibited by the Constitution of Texas or by this Act, and the Board may adopt and cause to be executed any other proceedings Οľ instruments necessary and/or convenient in the issuance of said bonds.

Revised Law

Sec. 5018.0205. FORM OF BONDS. District bonds must be:

- (1) issued in the district's name;
- 47 (2) signed by the president; and
- 48 (3) attested by the secretary. (Acts 53rd Leg., R.S.,

1 Ch. 370, Sec. 14(c) (part).)

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2 <u>Source Law</u>

(c) All bonds of the District . . . shall be issued in the name of the District, shall be signed by the President and attested by the Secretary, and

Revisor's Note

Section 14(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district must bear authorizes bonds the seal, facsimile signatures of the president and secretary and facsimile seals, and provides that the interest coupons attached to the bonds may be executed by the facsimile signatures of those officers. The revised law omits those provisions because they are superseded and impliedly repealed by or duplicative of general The requirement that the bonds bear the district seal was impliedly repealed by Section 3, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes) (revised in pertinent part in 1999 as Section 1201.026(a), Government Code), which provides that bonds may be issued with or without a seal. authorization for the use of facsimile signatures duplicates Section 1201.026(a), Government Code, which also provides that bonds and interest coupons may be executed with manual or facsimile signatures. The omitted law reads:

> (c) [All bonds of the District] . . of shall have the seal District the impressed thereon; provided, that the resolution or order authorizing such bonds may provide for the bonds to be signed by the facsimile signatures of said President and Secretary, either or both, and for the seal of the District on the bonds to be a printed facsimile seal of the seal of the District; and provided further that the interest coupons attached to said bonds may facsimile be executed by the also signatures of said officers. . . .

Revised Law

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2 Sec. 5018.0206. MATURITY. District bonds must mature not

3 later than 40 years after the date of their issuance. (Acts 53rd

4 Leg., R.S., Ch. 370, Sec. 14(c) (part).)

5 Source Law

. . . Such bonds shall mature serially or 6 otherwise in not to exceed forty (40) years from their date or dates, and . 8

Revisor's Note 9

Section 14(c), Chapter 370, Acts of the 53rd 10 Legislature, Regular Session, 1953, provides that 11 district bonds shall mature "serially or otherwise." 13 The revised law omits the quoted language because it is superseded by Section 1201.021, Government 14 (enacted as Section 3, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes)), 16 which provides that the governing body of an issuer may 17 determine the time of payment of public securities it 18 19 issues, and by Section 1201.022, Government Code 20 (enacted as Section 5(a), Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes)), 21 which provides that a public security may be issued 22 23 with specified characteristics, on specified terms, or 24 in a specified manner.

Revised Law

- 26 Sec. 5018.0207. USE OF BOND PROCEEDS. The board may 27 appropriate or set aside out of the proceeds from the sale of any district bonds: 28
- 29 an amount for the payment of interest expected to accrue during the period of construction of the improvements or 30
- 31 facilities; and
- an amount necessary to pay all expenses incurred 32 (2)
- 33 and to be incurred in the issuance, sale, and delivery of the bonds.
- 34 (Acts 53rd Leg., R.S., Ch. 370, Sec. 14(d).)

1 Source Law

2 (d) From the proceeds of sale of any bonds of the 3 District, the Board of Commissioners may appropriate or set aside out of the bond proceeds an amount for the 4 5 payment of interest expected to accrue during construction 6 of of the improvements period facilities, facilities, and an amount necessary to pay all expenses incurred and to be incurred in issuance, 7 all 8 9 sale, and delivery of the bonds.

10 Revised Law

- 11 Sec. 5018.0208. REFUNDING BONDS. (a) The board may issue
- 12 refunding bonds of the district to refund any outstanding district
- 13 bonds and accrued interest on those bonds.
- 14 (b) Refunding bonds may:
- 15 (1) as to outstanding bonds payable wholly from taxes,
- 16 be issued to refund more than one series or issue of the outstanding
- 17 bonds; and
- 18 (2) as to outstanding bonds payable wholly or partly
- 19 from net revenue:
- 20 (A) be issued to refund more than one series or
- 21 issue of the outstanding bonds;
- (B) combine the pledges for the outstanding bonds
- 23 for the security of the refunding bonds; and
- 24 (C) be secured by other or additional revenue.
- (c) Bonds payable solely from net revenue may not be
- 26 refunded into bonds secured by taxes unless the issuance of the
- 27 bonds is authorized by a majority of the voters voting at an
- 28 election held in the same manner as a bond election.
- 29 (d) Refunding under this section may not impair the contract
- 30 rights of the holders of any of the outstanding bonds that are not
- 31 to be refunded.
- 32 (e) Refunding bonds must:
- 33 (1) be authorized by a board resolution or order;
- 34 (2) be executed and mature as provided by this chapter
- 35 for original bonds; and
- 36 (3) bear interest at the same or a lower rate than that
- 37 of the bonds refunded unless it is shown mathematically that a

- 1 saving will result in the total amount of interest to be paid.
- 2 (f) The comptroller shall register the refunding bonds on 3 surrender and cancellation of the bonds to be refunded.
- 4 Instead of issuing bonds to be registered on (q) the and cancellation of the bonds to be refunded, 5 surrender the 6 district, in the resolution or order authorizing the issuance of 7 the refunding bonds, may provide for the sale of the refunding bonds and the deposit of the proceeds in the place or places at which the 8 bonds to be refunded are payable. In that case, the refunding bonds 9 may be issued in an amount sufficient to pay the interest on the 10 11 bonds to be refunded to their option date or maturity date, and the comptroller shall register the refunding bonds without the 12

14 Leg., R.S., Ch. 370, Sec. 15 (part).)

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Source Law

surrender and cancellation of the bonds to be refunded. (Acts 53rd

Sec. 15. The Board of Commissioners shall have the power to issue refunding bonds of the District for the purpose of refunding any outstanding bonds of District and accrued interest thereon. As District and outstanding bonds payable wholly from taxes, such refunding bonds may be issued to refund more than one series or issue of such outstanding bonds. As to outstanding bonds payable in whole or in part from net revenues, such refunding bonds may be issued to refund more than one series or issue of such outstanding bonds and combine pledges for the outstanding bonds for the security of the refunding bonds, and such refunding bonds may be secured by other and additional revenues; provided, that no bonds payable solely from net revenues may be refunded into bonds secured by taxes unless the same is authorized by a majority vote of the taxpaying voters voting at an election called and held in the same manner as bond elections; and provided, that such refunding will not impair rights of the holders of any of further, the contract outstanding bonds which are not to be refunded.

Refunding bonds shall be authorized by resolution or order of the Board of Commissioners, and shall be executed and mature as is provided in this Act for original bonds. They shall bear interest at the same or lower rate than that of the bonds refunded unless it is shown mathematically that a saving will result in the total amount of interest to be paid. They . . . shall be registered by the Comptroller upon surrender and cancellation of the bonds to be refunded, but in lieu thereof, the resolution or order authorizing their issuance may provide that they shall be sold and the proceeds thereof deposited in the place or places where the original bonds are payable, in which case the refunding bonds may be issued in an amount sufficient to pay the interest on the original bonds to their option or maturity date, and the Comptroller shall

register them without the surrender and cancellation of the original bonds. . . \cdot

3 Revisor's Note

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Section 15, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, refers to "taxpaying voters." The revised law omits "taxpaying" for the reason stated in Revisor's Note (1) to Section 5018.0203.

Revisor's Note (End of Subchapter)

- Section 14(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district bonds may be sold at a price and under terms that the board determines to be the most advantageous reasonably obtainable. The revised law omits that provision because it duplicates or is superseded by provisions of general law. Section 1204.006(b), Government Code, enacted as Section 2(a), Chapter 3, Acts of the 61st Legislature, Regular Session, 1969 (Article 717k-2, Vernon's Texas Civil Statutes), provides that an issuer may sell public securities at any price. Section 1201.022, Government Code, as amended in 2001, provides that an issuer may sell public securities "under the terms determined by the governing body of the issuer to be in the issuer's best interests." The omitted law reads:
 - (c) . . . [Such bonds] . . . may be sold at a price and under terms determined by the Board of Commissioners to be most advantageous reasonably obtainable,
- (2) Section 14(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district bonds may bear interest at a rate not to exceed six percent. The revised law omits that provision for the reason stated in the revisor's note to Section 5018.0154. The omitted law reads:

(c) . . . [bonds . . . may be sold . . . under terms determined by the Board of Commissioners] . . . provided that the interest cost to the District, calculated by the use of standard bond interest tables currently in use by insurance companies and investment houses, does not exceed six per cent (6%) per annum, and . . .

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- Section 14(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district bonds may be called, or redeemed, before maturity at the time and price specified in the resolution or order authorizing the bonds. The revised law omits that provision because it duplicates Sections 1201.021 in substance and 1201.022, Government Code, which provide that a public security may be redeemed before maturity and be payable in specified amounts and at specified times. The omitted law reads:
 - (c) ... within the discretion of the Board such bonds may be callable prior to maturity at such time or times and at such price or prices as may be prescribed in the resolution or order authorizing the bonds...
- (4) Section 14(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district bonds may be made registrable as to principal or as to principal and interest. The revised law omits that provision because it duplicates in substance Section 1201.024(a)(3), Government Code. The omitted law reads:
 - (c) . . . Such bonds may be made registerable as to principal, or as to both principal and interest.
- (5) Sections 14(c) and (e) and Section 15, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, require the district to submit bonds it issues to the attorney general for examination and approval. Sections 14(c) and (e) and Section 15 also provide that after approval the bonds must be

registered by the comptroller. Sections 14(c) and 15 provide that after approval and registration, district bonds are incontestable except for forgery or fraud. The revised law omits those provisions as superseded by Chapter 1202, Government Code (enacted as Article 3, Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987). Section 1202.003, Government Code, provides for approval of bonds by the attorney general requires the attorney general to submit the approved bonds to the comptroller for registration. Section 1202.005, Government Code, requires registration of the bonds by the comptroller. Section 1202.006, Government Code, provides that after approval and registration the bonds are incontestable Chapter 1202, Government Code, any reason. applies to district bonds by application of Sections 1202.001 and 1202.003(c), Government Code. omitted law reads:

[Sec. 14]

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After such bonds have been authorized by the District, such bonds and the record relating to their issuance shall be submitted to the Attorney General of Texas for his examination as to the validity thereof, and after the Attorney General has approved the same, such bonds shall be registered by the Comptroller of Public Accounts of Texas. When such bonds have been approved by the Attorney General, registered by the Comptroller, and delivered to the purchasers, they shall thereafter be incontestable except for forgery or fraud. . .

(e) . . . Such bonds shall be submitted to the Attorney General of Texas for approval and to the Comptroller of Public Accounts of Texas for registration as is provided in this Act for other bonds of the District.

Sec. 15. . . . [They] shall be approved by the Attorney General as in the case of original bonds, and . . . All such refunding bonds, after they have been approved by the Attorney General and registered by the Comptroller, shall be incontestable except for forgery or fraud.

- Section 14(c), Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, details various procedures regarding approval of bond contracts and proceedings by the attorney general. The revised law omits the portion of Section 14(c) regarding the validity and incontestability of a contract proceeds of which are pledged to the payment of a bond as impliedly repealed by Section 1202.006, Government Code (enacted as Section 3.002(d), Chapter 53, Acts of 70th Legislature, 2nd Called Session, 1987). the Section 1202.006, Government Code, provides that after approval and registration of the bond, the bond and contract are incontestable for any reason. 1202.006 applies to district bonds under Sections 1202.001 and 1202.003(c), Government Code. The omitted law reads:
 - (c) . . . When any bonds payable in whole or in part from net revenues recite that they are secured partially or otherwise by a pledge of the proceeds of a contract or contracts made between the District and another party or parties (public agencies or otherwise), a copy of such contract or contracts and of the proceedings authorizing the same shall be submitted to the Attorney General along with the bond record, and the approval by the Attorney General of the bonds shall constitute an approval of such contract or contracts, and thereafter the contract or contracts shall be incontestable except for forgery or fraud.
- (7) Section 16, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district bonds are negotiable instruments and are legal and authorized investments for various entities. The revised law omits those provisions as unnecessary. Section 1201.041, Government Code, provides that any bond is a negotiable instrument. As to several of the entities listed, Section 16 has been superseded and impliedly repealed or it duplicates existing law.

Investments in securities by banks are regulated by Section 34.101, Finance Code (enacted in 1995 as Section 5.101, Texas Banking Act (Article 342-5.101, Vernon's Texas Civil Statutes)). Investments by savings banks are regulated by Section 93.001(c)(10), Finance Code (enacted in 1993 as Section 7.15(10), Texas Savings Bank Act (Article 489e, Vernon's Texas Civil Statutes)). Investments in securities by trust companies are regulated by Section 184.101, Finance Code (enacted in 1997 as Section 5.101, Texas Trust Company Act (Article 342a-5.101, Vernon's Texas Civil Statutes)). Investments in securities by building and associations (now called savings and loan associations) are regulated by Sections 63.002 and 64.001, Finance Code. As to the remaining entities listed, Section 16 is superseded by Section 1201.041, Government Code (enacted as Section 9, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes)). While Section 16 lists "quardians" and Section 1201.041, Government Code, does not, Section 1201.041 includes a "fiduciary," and a guardian is a fiduciary. The omitted law reads:

> All bonds issued under this Sec. 16. Act shall be and are hereby declared to be, and to have all the qualifications of, negotiable instruments under the Negotiable Instruments Law of the State of Texas, and all such bonds shall be and are hereby declared to bе legal and authorized investments for banks, savings banks, trust companies, building and loan associations, insurance companies, fiduciaries, trustees, guardians, and for the sinking funds of cities, towns, villages, counties, districts, or other school political corporations or subdivisions of the State of Texas.

(8) Section 16, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides that district bonds may secure deposits of public funds of this state or political subdivisions of this state.

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The revised law omits the provision relating to the use of district bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2592d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of including other public agencies, political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

Sec. 16. . . . Such bonds shall be eligible to secure the deposit of any and all public funds of the State of Texas, and any and all public funds of cities, towns, villages, counties, school districts, or other political corporations subdivisions of the State of Texas, and any and all public funds of cities, towns, villages, counties, school districts, or other political corporations subdivisions of the State of Texas; and such bonds shall bе lawful and sufficient security for said deposits to the extent of their face value when accompanied by all unmatured coupons appurtenant thereto.

Revisor's Note (End of Chapter)

(1) Section 6, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, provides procedures for holding an election to elect the district's initial board, confirm the district, and approve the imposition of a maintenance tax. Because the initial directors have been elected and the confirmation of the district and the imposition of a

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maintenance tax were approved at the election, the revised law omits those provisions as executed. The omitted law reads:

Sec. 6. As soon as convenient after the effective date of this Act, the County Judge of Orange County, Texas, shall order an election in said District for the election of five (5) port commissioners, and at which election there shall be proposition of said District and submitted the the confirmation of levying of the maintenance tax to support said District. The County Judge may require a cash deposit of One Hundred Dollars (\$100) to be deposited with the County Clerk by persons interested as well as a bond to secure the payment of the cost of calling and ordering said election and canvassing and declaring the results of the same, provided that if said election shall carry, the money deposited shall be returned to the persons depositing the same and said bond shall be cancelled and the District shall pay said costs from its available funds, but if said election shall fail to carry, then said money shall be applied on the expenses of election, and if there is any balance it shall be returned to the parties depositing the same, and if the costs shall be more than the amount deposited then the parties signing such bond shall be responsible Said election shall be held therefor. within not less than thirty (30) days nor more than sixty (60) days from the date of the order calling the same. Said election order shall state the time and place of holding said election and shall state the purposes to be voted upon at said election, that is to say, confirmation of the election of five District, or not Commissioners, and whether maintenance tax is approved by said District, at a rate not to exceed fifteen cents (15¢) on the One Hundred Dollar (\$100) valuation of the property of said District. The County Clerk shall furnish the supplies for said election and cause to be posted and published the notice therefor. Notice of said election shall be given by posting a substantial copy of the election order in each of the election precincts in said District and also at the County Courthouse. Such notice shall also be published on the same day in each of two (2) successive weeks in a newspaper of general circulation published within said District, the date of the first publication to be not less than fourteen $(\overline{14})$ days prior to the date of the Except as herein provided the election. holding said election, manner returns thereof and canvassing the returns and declaring the results thereof shall be governed by the laws governing general elections. There shall be two (2) ballots

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prepared for said election, one (1) ballot with the names of the candidates for the positions Commissioners as written printed thereon, and all those qualified taxpaying property-owning voters shall be qualified to vote for all five (5) said Commissioners. The members of the Board of Commissioners provided for herein shall be elected by the voters of the District at large. Those who desire to have their names printed on the ballot at said election shall make application in writing to the County Judge for a place on the ballot at least twenty (20) days before the date of said election, or upon petition signed by one hundred (100) or more qualified voters of the District any qualified candidate's name shall be placed on said ballot. Those receiving the highest number of votes for the respective places from Precincts One (1), Two (2), Three (3), Four (4) and the County at large on said Commission shall be declared elected.

Another ballot shall be prepared for said election and all voters desiring to proposition for the support the confirmation of said District and for the maintenance tax herein mentioned, shall have written or printed upon their ballots the words, 'For the confirmation of District and the maintenance tax,' and those the words, 'Against opposed, District confirmation of the the maintenance tax.'

Said election order shall be signed by the County Judge and shall name the judges of the election with authority to appoint their own clerks and assistants, and said election shall be held in each of the voting precincts of said District, and each voter shall vote in the precinct of his residence. The Commissioners Court of said County shall canvass the returns and declare the results of said election at its next regular or special meeting after the date of said election.

- (2) Section 18, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, abolished a previously existing navigation district. The revised law omits the provision as executed because it served its purpose on the date it took effect and is executed law. The omitted law reads:
- Sec. 18. The Navigation District of Orange County, Texas, created in 1909 is hereby abolished.
- (3) Section 20, Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, and Section 5, Chapter 80, Acts of the 55th Legislature, Regular

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Session, 1957, each provide that the respective act is The revised law omits those provisions severable. because the same result is produced by the application of Section 311.032, Government Code (Code Construction Act), which provides that a provision of a statute is severable from each other provision that can be given effect. The omitted law reads:

[Acts 53rd Leg., R.S., Ch. 370]
Sec. 20. The provisions of this Act are separable, and if any Section, or part thereof, shall be held unconstitutional or void by any court of competent jurisdiction such holding shall not for any reason, affect the validity of any other Section or part of this Act, and the same shall remain and be in full force and effect, and the Legislature hereby declares that it would have passed the remaining part or parts of this Act.

[Acts 55th Leg., R.S., Ch. 80]

Sec. 5. If any section, paragraph, clause, phrase, word or other part of this Act or the application thereof to any person or circumstances shall be held to be invalid unconstitutional, the same shall not section, affect any other paragraph, clause, phrase, word, or other part of the Act or the remainder of the Act and the of such invalid application section, paragraph, clause, phrase, word, or other part of the Act to other persons or circumstances.

Section 2, Chapter 80, Acts of the 55th Legislature, Regular Session, 1957, provides that the act does not affect any rights previously vested in or acquired by the district under the terms of Chapter 370, Acts of the 53rd Legislature, Regular Session, 1953, before its amendment by the act. The revised law omits that provision as executed and because Section 311.031(a)(2), Government Code (Code Construction Act), provides that the repeal of a statute does not affect any right, privilege, or obligation previously acquired, accrued, accorded, or incurred under the statute. The omitted law reads:

The provisions of this Act Sec. 2. shall not affect any rights heretofore

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vested in or acquired by the District under the terms of said Chapter 370 prior to its amendment by this Act.

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(5)Section 3, Chapter 80, Acts of the 55th Legislature, Regular Session, 1957, validates establishment and boundaries of the district, all acts and governmental proceedings of the board, and all elections held in the district and provides that the act does not apply to pending litigation. Those provisions are omitted from the revised law because they served their purpose on the date they took effect and are executed law. Section 311.031(a)(2), Government Code (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made under the statute. Therefore, omission of the executed validation provisions does not affect those validations. The omitted law reads:

> Sec. 3. Said Orange County Navigation and Port District of Orange County, Texas, with boundaries coterminous with those of Orange County, Texas, is hereby in all things validated, hereby declared to be a validly existing and operating conservation and reclamation district under Section 59 of Article 16, Constitution of Texas. Without in any way limiting the generalization of the foregoing, it is expressly provided that the elections held December 17, 1955, for confirmation of the District, the maintenance tax, and the Commissioners, are hereby in all things validated, ratified, confirmed; all and acts and and governmental proceedings of the Board of Commissioners and all elections held in said District are hereby in all things validated, ratified, and confirmed; provided, however, that the validation provision of this sentence shall have no application to litigation pending on the effective date of this Act.

CHAPTER 5019. CHAMBERS-LIBERTY COUNTIES NAVIGATION DISTRICT

44 Sec. 5019.0002. APPOINTMENT OF DISTRICT COMMISSIONERS129

1	CHAPTER 5019. CHAMBERS-LIBERTY COUNTIES NAVIGATION DISTRICT
2	Revised Law
3	Sec. 5019.0001. DEFINITIONS. In this chapter:
4	(1) "Commissioner" means a member of the district's
5	navigation and canal commission.
6	(2) "District" means the Chambers-Liberty Counties
7	Navigation District. (New.)
8	Revisor's Note
9	The revised law adds definitions of
10	"commissioner" and "district" for drafting
11	convenience and to avoid frequent, unnecessary
12	repetition of the substance of the definitions.
13	Revised Law
14	Sec. 5019.0002. APPOINTMENT OF DISTRICT COMMISSIONERS. (a)
15	Notwithstanding Section 62.072, Water Code, commissioners are
16	appointed as provided by this section.
17	(b) The commissioners court of Chambers County by majority
18	vote shall appoint two commissioners. The commissioners court of
19	Liberty County by majority vote shall appoint two commissioners.
20	The two commissioners courts shall appoint a fifth commissioner at
21	a joint meeting of the two commissioners courts called and presided
22	over by the county judge of Chambers County.
23	(c) Each of the county judges and county commissioners
24	composing the commissioners courts of both counties is entitled to
25	one vote in appointing the fifth commissioner. A majority vote of
26	those present at the meeting is sufficient to make the appointment.
27	(Acts 76th Leg., R.S., Ch. 1145, Secs. 1(a), (b), (c).)
28	Source Law
29 30 31 32 33 34 35 36 37 38 39	Sec. 1. (a) Notwithstanding Section 62.072, Water Code, the navigation and canal commissioners of Chambers-Liberty Counties Navigation District are appointed as provided by this section. (b) The commissioners court of Chambers County by a majority vote shall appoint two commissioners. The commissioners court of Liberty County by a majority vote shall appoint two commissioners. The two commissioners courts shall appoint a fifth commissioner at a joint meeting of the two commissioners courts called and presided over by the

1 county judge of Chambers County.

2 (c) Each of the county judges and county 3 commissioners composing the commissioners courts of 4 both counties is entitled to one vote in appointing the 5 fifth commissioner. A majority vote of those present 6 at the meeting is sufficient to make the appointment.

Revised Law

- 8 Sec. 5019.0003. TERM OF OFFICE. Notwithstanding Section
- 9 62.065, Water Code, commissioners serve staggered four-year terms.
- 10 (Acts 76th Leg., R.S., Ch. 1145, Sec. 1(d).)

11 Source Law

2.0

12 (d) Notwithstanding Section 62.065, Water Code, 13 members of the commission of the Chambers-Liberty 14 Counties Navigation District serve staggered terms of 15 four years.

Revisor's Note (End of Chapter)

- (1) Section 2, Chapter 1145, Acts of the 76th Legislature, Regular Session, 1999, provides transition language concerning commissioner appointments. The revised law omits the language as executed. The omitted law reads:
 - Sec. 2. (a) On January 15, 2000, the commissioners court of each county in the Chambers-Liberty Counties Navigation District shall appoint members to the navigation and canal commission as provided by Section 1 of this Act. One of the members appointed by each county serves a term that expires January 15, 2002. One of the members appointed by each county and the member appointed by the two counties jointly serve terms that expire January 15, 2004.
 - (b) The term of a navigation and canal commissioner of the Chambers-Liberty Counties Navigation District serving immediately before the effective date of this Act expires January 15, 2000. This Act does not prohibit a person who is a navigation and canal commissioner on the effective date of this Act from being reappointed to the commission.
- (2) Section 3, Chapter 1145, Acts of the 76th Legislature, Regular Session, 1999, recites legislative findings regarding procedural requirements for legislation affecting the district under the constitution and other laws and rules, including proper legal notice and the filing of

1	recommendations. The revised law omits those
2	provisions as executed. The omitted law reads:
3 4 5 6 7 8 9 10 11 11 11 11 11 11 11 11 11 11 11 11	Sec. 3. (a) The proper and 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 by the constitution and other laws of this state, including the governor, who has submitted the notice and Act to the Texas Natural Resource Conservation Commission. (b) The Texas Natural Resource Conservation Commission has filed its recommendations relating to this Act with the governor, lieutenant governor, and speaker of the house of representatives within the required time. (c) 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.
27	TITLE 6. WATER AND WASTEWATER
28	SUBTITLE F. MUNICIPAL UTILITY DISTRICTS
29	CHAPTER 8018. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 319
30	SUBCHAPTER A. GENERAL PROVISIONS
31	Sec. 8018.0001. DEFINITIONS
32	Sec. 8018.0002. NATURE OF DISTRICT
33	Sec. 8018.0003. FINDINGS OF PUBLIC USE AND BENEFIT133
34	Sec. 8018.0004. DISTRICT TERRITORY
35	SUBCHAPTER B. BOARD OF DIRECTORS
36	Sec. 8018.0051. COMPOSITION OF BOARD
37	Sec. 8018.0052. BOARD VACANCY
38	SUBCHAPTER C. POWERS AND DUTIES
39	Sec. 8018.0101. MUNICIPAL UTILITY DISTRICT POWERS138
40	Sec. 8018.0102. WATER CONSERVATION PROGRAM140
41	CHAPTER 8018. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 319
42	SUBCHAPTER A. GENERAL PROVISIONS
43	Revised Law
44	Sec. 8018.0001. DEFINITIONS. In this chapter:
45	(1) "Board" means the district's board of directors.

"Director" means a member of the board. 1 (2) 2 "District" means the Harris County Municipal 3 Utility District No. 319. (Acts 69th Leg., R.S., Ch. 787, Secs. 1(a) (part), 2; New.) 4 5 Source Law 6 Sec. 1. (a) . . . [a . . . district is created] . to be known as "Harris County Municipal Utility District No. 319," . . 8 Sec. 2. In this Act, "district" means Harris 9 County Municipal Utility District No. 319. 10 11 Revisor's Note The definitions of "board" and "director" are 12 added to the revised law for drafting convenience and 13 14 to eliminate frequent, unnecessary repetition of the substance of the definitions. 15 16 Revised Law NATURE OF DISTRICT. The district is a Sec. 8018.0002. 17 18 conservation and reclamation district in Harris County created under Section 59, Article XVI, Texas Constitution. (Acts 69th Leg., 19 20 R.S., Ch. 787, Sec. 1(a) (part).) 21 Source Law 22 Pursuant to Article XVI, Section Sec. 1. (a) of the Texas Constitution a conservation and 23 59, 24 reclamation district is created in Harris County, 25 Texas, . . 26 Revisor's Note Section 1(a), Chapter 787, Acts of the 69th 27 Legislature, Regular Session, 1985, provides that the 28 district is a governmental agency and a body politic 29 and corporate. The revised law omits the provision 30 because it duplicates a portion of Section 59(b), 31 Article XVI, Texas Constitution, which provides that a 32 district 33 conservation and reclamation governmental agency and a body politic and corporate. 34 35 The omitted law reads: 36 (a) [a conservation reclamation district

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which shall be a governmental agency and a

is created]

- body politic and corporate.
- 2 <u>Revised Law</u>
- 3 Sec. 8018.0003. FINDINGS OF PUBLIC USE AND BENEFIT. (a)
- 4 The district is created to serve a public use and benefit.
- 5 (b) All land and other property included in the district
- 6 will benefit from the works and projects accomplished by the
- 7 district under the powers conferred by Section 59, Article XVI,
- 8 Texas Constitution.
- 9 (c) The creation of the district is essential to accomplish
- 10 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
- 11 69th Leg., R.S., Ch. 787, Secs. 1(b), 5.)
- 12 <u>Source Law</u>
- 13 [Sec. 1]
- 14 (b) The creation of the district is declared to 15 be essential to the accomplishment of the purposes of 16 Article XVI, Section 59, of the Texas Constitution.
- Sec. 5. The legislature finds that all of the land and other property included within the boundaries of the district will be benefited by the works and projects that are to be accomplished by the district under powers conferred by Article XVI, Section 59, of the Texas Constitution and that the district is created to serve a public use and benefit.
- 24 Revised Law
- Sec. 8018.0004. DISTRICT TERRITORY. (a) The district is
- 26 composed of the territory described by Section 3, Chapter 787, Acts
- 27 of the 69th Legislature, Regular Session, 1985, as that territory
- 28 may have been modified under:
- 29 (1) Subchapter J, Chapter 49, Water Code;
- 30 (2) Subchapter H, Chapter 54, Water Code; or
- 31 (3) other law.
- 32 (b) The boundaries and field notes of the district form a
- 33 closure. A mistake in the field notes or in copying the field notes
- 34 in the legislative process does not affect:
- 35 (1) the district's organization, existence, or
- 36 validity;
- 37 (2) the district's right to issue any type of bond for
- 38 a purpose for which the district is created or to pay the principal
- 39 of and interest on the bonds;

- (3) the district's right to impose a tax; or
- 2 (4) the legality or operation of the district or its 3 governing body. (Acts 69th Leg., R.S., Ch. 787, Sec. 4; New.)

Source Law

Sec. 4. The legislature finds that the boundaries and field notes of the district form a closure. If any mistake is made in the field notes or in copying the field notes in the legislative process, it in no way affects the organization, existence, and validity of the district, or the right of the district to issue any type of bonds or refunding bonds for the purposes for which the district is created or to pay the principal of and interest on the bonds, or the right of the district to levy and collect taxes, or in any other manner affects the legality or operation of the district or its governing body.

Revisor's Note

- (1)revision of The the law governing the district does not revise the statutory language describing the territory of the district to avoid the lengthy recitation of the description and because that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes statutory description of references to the district's territory and to the authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and Subchapter H, Chapter 54, Water Code, applicable to municipal utility districts. The revised law also includes a reference to the general authority of the legislature to enact a law to change the district's territory.
- (2) Section 4, Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, provides that a mistake in the description of the district's boundaries does not affect the right of the district to issue "any type of bonds or refunding bonds." The

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- revised law omits the reference to "refunding bonds"
 because refunding bonds are included in the meaning of
 "any type of bonds."
- 4 (3) Section 4, Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to the 5 district's authority to "levy and collect" taxes. 6 The 7 revised law substitutes "impose" for collect" because "impose" is the term generally used 8 in Title 1, Tax Code, and includes the levy and 9 collection of a tax. 10

11 SUBCHAPTER B. BOARD OF DIRECTORS

12 Revised Law

Sec. 8018.0051. COMPOSITION OF BOARD. The district is governed by a board of five elected directors. (Acts 69th Leg., 15 R.S., Ch. 787, Secs. 8(a), (b) (part).)

16 <u>Source Law</u>

Sec. 8. (a) The district is governed by a board of five directors.

(b) . . . each director shall be elected and

<u>Revisor's Note</u>

Section 8(b), Chapter 787, Acts of the 69th 22 23 Legislature, Regular Session, 1985, provides that except for the initial directors, each director shall 24 serve for the term of office provided for directors 25 under Chapter 54, Water Code. Because the terms of the 26 initial directors have expired, the revised law omits 27 the provision as executed. The revised law also omits 28 29 the provision relating to the term of office of directors because Chapter 715, Acts of the 74th 30 Legislature, Regular Session, 1995, repealed 31 32 relevant provisions of Chapter 54, Water Code, and enacted Section 49.103, Water Code, to govern the term 33 34 of office of a director of a municipal utility district. Chapter 49, Water Code, applies to the 35

- district under Sections 49.001 and 49.002, Water Code.

 Finally, Section 8(b) provides that each director shall serve until the director's successor is elected and has qualified. The revised law omits the provision because it duplicates in substance Section 17, Article XVI, Texas Constitution, which requires an officer to continue to perform the officer's duties until a successor has qualified. The omitted law reads:
- 9 (b) Except for the initial directors,
 10 [each director] . . . shall serve for the
 11 term of office provided for directors under
 12 Chapter 54, Water Code, and until his
 13 successor is elected and has qualified.
- 14 Section 8(c), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, provides that each 15 director shall qualify to serve as director in the 16 manner provided by Chapter 54, Water Code. The revised 17 law omits Section 8(c) because, as explained 18 Revisor's Note (1), the relevant provisions of Chapter 19 54 were repealed, and similar provisions, including 20 21 provisions governing the qualifications of directors, were enacted in Chapter 49, Water Code, which applies 22 to the district under Sections 49.001 and 49.002 of 23 that chapter. The omitted law reads: 24
 - (c) Each director shall qualify to serve as director in the manner provided by Chapter 54, Water Code.

28 Revised Law

- Sec. 8018.0052. BOARD VACANCY. (a) Except as provided by Subsection (b), a vacancy in the office of director shall be filled in the manner provided by Section 49.105, Water Code.
- 32 (b) The Texas Commission on Environmental Quality shall 33 appoint directors to fill the vacancies on the board whenever the 34 number of qualified directors is fewer than three. (Acts 69th Leg., 35 R.S., Ch. 787, Sec. 8(e) (part); New.)

36 Source Law

37 (e) . . . If at any time the number of qualified

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directors is less than three because of the failure or refusal of one or more directors to qualify or serve, because of death or incapacitation, or for any other reason, the Texas Water Commission shall appoint the necessary number of directors to fill all vacancies on the board.

Revisor's Note

- (1) Section 8(e), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to a vacancy in the office of director "because of the failure or refusal of one or more directors to qualify or serve, because of death or incapacitation, or for any other reason." The revised law omits the quoted language because it merely describes every manner in which a vacancy may occur without limiting in any way the board's duty to fill a vacancy.
- (2) Section 49.105, Water Code, governs a vacancy in the office of director of certain districts, including a municipal utility district. Chapter 49, Water Code, applies to the district under Sections 49.001 and 49.002 of that chapter. For that reason and for the convenience of the reader, the revised law adds a reference to Section 49.105.
- (3) Section 8(e), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to the "Texas Water Commission." The revised law substitutes "Texas Commission on Environmental Quality" for "Texas Water Commission" to reflect the current name of the agency with the relevant regulatory authority.

Revisor's Note (End of Subchapter)

(1) Sections 8(d) and (f), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, name the district's initial directors and describe their terms of office. Because the terms of the initial directors have expired, the revised law omits the provisions as executed. The omitted law reads:

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time 1 (b) At. the this Act takes effect, following persons 2 the shall 3 constitute the initial board of directors 4 of the district: 5 (1)Brenton Harvey 6 7 (2)Wyn Hyzer (3)Donna Mullenix 8 (4)Anne C. Welch 9 (5)Sue Westhoff 10 The initial directors shall serve 11 permanent directors are elected as provided by Chapter 54, Water Code. 12 Section 8(e), Chapter 787, Acts of the 69th 13 Session, 14 Legislature, Regular 1985, 15 procedures for filling a vacancy in the initial board of directors because of the failure of a member of the 16 initial board of directors to qualify for office. The 17 revised law omits the provision as executed because 18 the terms of the initial directors have expired. 19 20 omitted law reads: If any of the directors listed in 2.1 22 Subsection (d) of this section fails to 23 qualify for office, the remaining directors 24 shall appoint someone to fill the vacancy 25 for the unexpired term. . 26 Section 9, Chapter 787, Acts of the 69th 27 Legislature, Regular Session, 1985, requires election to confirm the establishment of the district 2.8 29 and to elect the initial five permanent directors. The revised law omits that provision as executed because 30 the election has been held. The omitted law reads: 31 32 Sec. 9. An election shall be called and held to confirm establishment of the 33 34 and to elect five permanent 35 directors as provided by Chapter 54, Water 36 Code. 37 SUBCHAPTER C. POWERS AND DUTIES 38 Revised Law MUNICIPAL UTILITY DISTRICT POWERS. Sec. 8018.0101. 39 The district has the rights, powers, privileges, and functions provided 40

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by general law, including Chapters 49 and 54, Water Code,

applicable to a municipal utility district created under Section

59, Article XVI, Texas Constitution. (Acts 69th Leg., R.S., Ch.

1 787, Sec. 6(a) (part); New.)

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2 <u>Source Law</u>

Sec. 6. (a) The district has all of the rights, powers, privileges, authority, and functions conferred by the general laws of this state applicable to municipal utility districts created under Article XVI, Section 59, of the Texas Constitution, including those conferred by Chapter 54, Water Code. . .

Revisor's Note

- (1) Section 6(a), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to the "rights, powers, privileges, [and] authority" of the district. The revised law omits "authority" because, in context, "authority" is included in the meaning of "rights, powers, [and] privileges."
- (2) Section 6(a), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to Chapter 54, Water Code. For the reader's convenience, the revised law adds a reference to Chapter 49, Water Code, because Chapter 715, Acts of the 74th Legislature, Regular Session, 1995, repealed many provisions of Chapter 54 and enacted similar provisions in Chapter 49, Water Code. Chapter 49 applies to municipal utility districts under Sections 49.001 and 49.002, Water Code.
- (3) Section 6(a), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, provides that the act prevails over general law in case of a conflict or other inconsistency. The revised law omits the provision because it duplicates in substance Section 311.026, Government Code (Code Construction Act). The omitted law reads:
- 33 (a) . . . If any provision of the 34 general law is in conflict or inconsistent 35 with this Act, this Act prevails.
 - (4) Section 6(b), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, provides that any

- general laws not in conflict or inconsistent with the provisions of the act are adopted and incorporated by reference. The revised law omits the provision because Section 6(a), Chapter 787, revised as this section, provides that those general laws apply to the district, and it is not necessary to duplicate that applicability by adopting and incorporating the general law by reference. The omitted law reads:
 - (b) Any general law not in conflict or inconsistent with this Act is adopted and incorporated by reference.
- (5) Section 6(c), Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to the continuing right of supervision to be exercised by the Texas Department of Water Resources. The revised law omits the provision because the Texas Commission on Environmental Quality is the successor to the Texas Department of Water Resources, and therefore the provision duplicates in substance part of Section 12.081, Water Code, which applies to the district. The omitted law reads:
 - (c) The rights, powers, privileges, authority, and functions granted to the district are subject to the continuing right of supervision of the State of Texas to be exercised by and through the Texas Department of Water Resources.

28 Revised Law

- Sec. 8018.0102. WATER CONSERVATION PROGRAM. (a) In this section, "water conservation program" means the practices, techniques, and technologies that will reduce water consumption, reduce water loss or waste, improve efficiency in water use, or increase water recycling and reuse so that a water supply is available for future or alternative uses.
- 35 (b) The district shall adopt and implement a water 36 conservation program consistent with rules and criteria adopted and 37 enforceable by the Texas Commission on Environmental Quality for

1 similarly situated districts in the region. (Acts 69th Leg., R.S.,

2 Ch. 787, Sec. 7.)

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3 Source Law

Sec. 7. The district shall adopt and implement a program of water conservation consistent with rules and criteria duly adopted and enforceable by the Texas Department of Water Resources for similarly situated districts in the region. A program of water conservation means the practices, techniques, and technologies which will reduce the consumption of water, reduce the loss or waste of water, improve efficiency in the use of water, or increase the recycling and reuse of water so that a water supply is made available for future or alternative uses.

Revisor's Note

- (1) Section 7, Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to "duly" adopted rules and criteria. The revised law omits "duly" as unnecessary in this context because the word does not add to the clear meaning of the law.
- (2) Section 7, Chapter 787, Acts of the 69th Legislature, Regular Session, 1985, refers to the "Texas Department of Water Resources." The revised law substitutes "Texas Commission on Environmental Quality" for "Texas Department of Water Resources" to reflect the current name of the agency with the relevant regulatory authority.

Revisor's Note (End of Chapter)

787, Acts of Section 10, Chapter the 69th Legislature, Regular Session, 1985, recites legislative findings regarding procedural requirements for the creation of the district under the constitution and other laws and rules, including proper legal notice and the filing of recommendations. The revised law omits those provisions as executed. The omitted law reads:

Sec. 10. The legislature finds that proper and legal notice of the intention to introduce this Act, setting forth the general substance of this Act, has been

1 2 3 4 5 6 7 8 9 10 11 11 11 11 11 11 11 11 11 11 11 11	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 by the constitution and laws of this state, including the governor of Texas, who has submitted the notice and Act to the Texas Water Commission. The legislature also finds that the Texas Water Commission has filed its recommendations relating to this Act with the governor, lieutenant governor, and speaker of the house of representatives within the required time. The general law relating to consent by political subdivisions to the creation of conservation and reclamation districts and the inclusion of land in those districts has been complied with, and 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 have been fulfilled and accomplished.
24	CHAPTER 8020. POLK COUNTY FRESH WATER SUPPLY DISTRICT NO. 2
25	SUBCHAPTER A. GENERAL PROVISIONS
26	Sec. 8020.0001. DEFINITION
27	Sec. 8020.0002. NATURE OF DISTRICT
28	Sec. 8020.0003. DISTRICT TERRITORY
29	Sec. 8020.0004. DISTRICT NAME CHANGE
30	SUBCHAPTER B. POWERS AND DUTIES
31	Sec. 8020.0051. MUNICIPAL UTILITY DISTRICT POWERS145
32	CHAPTER 8020. POLK COUNTY FRESH WATER SUPPLY DISTRICT NO. 2
33	SUBCHAPTER A. GENERAL PROVISIONS
34	Revised Law
35	Sec. 8020.0001. DEFINITION. In this chapter, "district"
36	means the Polk County Fresh Water Supply District No. 2. (Acts 75th
37	Leg., R.S., Ch. 814, Sec. 1 (part); New.)
38	Source Law
39 40	Sec. 1. Polk County Fresh Water Supply District No. 2,
41	Revisor's Note
42	The definition of "district" is added to the
43	revised law for drafting convenience and to eliminate
44	frequent, unnecessary repetition of the substance of
15	the definition

1 Revised Law

Sec. 8020.0002. NATURE OF DISTRICT. The district is a municipal utility district converted from a fresh water supply district by Chapter 814, Acts of the 75th Legislature, Regular Session, 1997. (Acts 75th Leg., R.S., Ch. 814, Sec. 1 (part); New.)

7 Source Law

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Sec. 1. [Polk County Fresh Water Supply District No. 2,] created under the authority of Chapter 53, Water Code, is hereby converted to a municipal utility district . . .

Revisor's Note

Section 1, Chapter 814, Acts of the 75th 13 Legislature, Regular Session, 1997, provided that the 14 district was "created under the authority of Chapter 15 16 53, Water Code," and converted the district from a fresh water supply district to a municipal utility 17 18 district. The revised law omits that language as executed. For the reader's convenience, the revised 19 20 law adds a statement that acknowledges the conversion of the district. 21

Revised Law

- Sec. 8020.0003. DISTRICT TERRITORY. (a) The district's boundaries are those confirmed by Section 3, Chapter 814, Acts of the 75th Legislature, Regular Session, 1997, as those boundaries may have been modified under:
- 27 (1) Subchapter J, Chapter 49, Water Code;
- 28 (2) Subchapter H, Chapter 54, Water Code; or
- 29 (3) other law.
- 30 (b) The confirmation of boundaries described by Subsection 31 (a):
- 32 (1) does not enlarge or diminish the district as it
- 33 existed on September 1, 1997; and
- 34 (2) includes the property in the district that was
- 35 being served or taxed on September 1, 1997. (Acts 75th Leg., R.S.,

1 Ch. 814, Sec. 3 (part); New.)

2 <u>Source Law</u>

Sec. 3. The boundaries of Polk County Fresh Water Supply District No. 2 are hereby confirmed as follows:

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This confirmation of boundaries does not enlarge or diminish the district as it exists and includes the property in the district that is being served or taxed on September 1, 1997.

11 <u>Revisor's Note</u>

The revision of the law governing the district does not revise the statutory language describing the territory of the district to avoid the lengthy recitation of the description and because description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes a reference to the statutory description district's territory and references to authority to change the district's territory, including: (1) Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter and (2) Subchapter H, Chapter 54, Water Code, applicable to the district after the district was converted to a municipal utility district governed by Chapter 54 of that code (see Sections 54.034 and 54.035 of that code and Section 8020.0002). The revised law also includes a reference to the general authority of the legislature to enact other laws to change the district's territory.

32 <u>Revised Law</u>

33 Sec. 8020.0004. DISTRICT NAME CHANGE. The district's board 34 of directors may change the name of the district in an open meeting 35 for which proper notice has been given. (Acts 75th Leg., R.S., 36 Ch. 814, Sec. 2.)

1 Source Law

Sec. 2. The name of the district remains the same but may be changed by a majority of the board of directors acting in an open meeting for which proper 3 4 5 notice has been given.

Revisor's Note

- Section 2, Chapter 814, Acts of the 75th Legislature, Regular Session, 1997, refers to "the name of the district" remaining "the same" because the district was being converted by the act. The revised "remains the same but" because conversion of the district has been executed and the distinction is no longer required.
 - Section 2, Chapter 814, Acts of the 75th Legislature, Regular Session, 1997, provides that the name of the district may be changed by "a majority of the board of directors." The revised law omits "a majority of" because it duplicates in substance Section 49.053, Water Code, which provides that a majority of the board of directors may transact district business.

SUBCHAPTER B. POWERS AND DUTIES

23 Revised Law

- Sec. 8020.0051. MUNICIPAL UTILITY DISTRICT POWERS. 24 (a)
- Except as provided by Subsection (b), the district has the rights, 2.5
- powers, privileges, and functions conferred by Chapter 54, Water 26
- 27 Code.

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- The district may not exercise any authority with regard 28 (b)
- to firefighting or to municipal solid waste disposal. (Acts 75th 29
- Leg., R.S., Ch. 814, Sec. 1 (part).) 30

31 Source Law

Sec. 1. [Polk County Fresh Water Supply District No. 2, . . . is . . . a municipal utility district] acting under Chapter 54, Water Code, and has 32 33 34 the rights, powers, privileges, authority, and functions conferred by Chapter 54, Water Code, except as provided by this Act. The district may not exercise 35 36 37 any authority with regard to fire-fighting or 38 municipal solid waste disposal. 39

1	Revisor's Note					
2	Section 1, Chapter 814, Acts of the 75th					
3	Legislature, Regular Session, 1997, refers to "rights,					
4	powers, privileges, [and] authority" of the district.					
5	The revised law omits "authority" as included in the					
6	meaning of "powers."					
7 8	Revisor's Note (End of Chapter)					
9	Section 4, Chapter 814, Acts of the 75th					
10	Legislature, Regular Session, 1997, provides for the					
11	continuity of service for directors serving on August					
12	31, 1997, related to the conversion of the district.					
13	The revised law omits that provision as executed. The					
14	omitted law reads:					
15 16 17 18 19	Sec. 4. A director of the district serving on August 31, 1997, is a director of the converted district on September 1, 1997, and shall serve until the term for which the director was elected expires.					
20	CHAPTER 8021. LAKEWAY MUNICIPAL UTILITY DISTRICT					
21	Sec. 8021.0001. DEFINITIONS					
22	Sec. 8021.0002. EXCLUSION OF LAND					
23	Sec. 8021.0003. NOTICE OF HEARING					
24	Sec. 8021.0004. EXCLUSION WITH BOND REFUNDING149					
25	Sec. 8021.0005. APPLICABILITY OF CERTAIN OTHER LAW149					
26	CHAPTER 8021. LAKEWAY MUNICIPAL UTILITY DISTRICT					
27	Revised Law					
28	Sec. 8021.0001. DEFINITIONS. In this chapter:					
29	(1) "Board" means the board of directors of the					
30	district.					
31	(2) "District" means the Lakeway Municipal Utility					
32	District, Travis County. (Acts 75th Leg., R.S., Ch. 1272, Sec. 1.)					
33	Source Law					
34 35 36 37 38 39	Sec. 1. In this Act: (1) "District" means Lakeway Municipal Utility District, Travis County, Texas, created by order of the Texas Water Rights Commission on February 17, 1972. (2) "Board" means the board of directors					

1 of the district.

2 Revisor's Note

Chapter 1272, Acts of the 75th 3 Section 1, 4 Legislature, Regular Session, 1997, provides that the district was "created by order of the Texas Water 5 6 Rights Commission on February 17, 1972." The revised 7 law omits the quoted language as unnecessary to accurately name the district.

Revised Law

- 10 Sec. 8021.0002. EXCLUSION OF LAND. (a) The board may, at its discretion, call a hearing to consider excluding land from the 11 12 district or determine not to call a hearing to exclude land from the
- district. 13

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- If the board holds a hearing under Subsection (a), the 14 (b) board may by order exclude land from the district on any of the 15
- grounds for exclusion provided by Section 49.306, Water Code, 16
- 17 provided that:
- the board receives a petition, signed by the 18 (1)
- 19 owners of the land to be excluded and consented to by all
- lienholders, requesting exclusion of the land as described by metes 20
- and bounds; and 2.1
- 22 (2) the owners of the land pay to the district a
- 23 payment and any other fees or costs required by the district. (Acts
- 75th Leg., R.S., Ch. 1272, Sec. 2.) 2.4

25 Source Law

- Sec. 2. The board in its sole discretion may call a hearing to consider excluding land from the district, or the board may determine not to call a hearing to exclude land from the district. If the board holds a hearing, the board may by order exclude from the district land within the district boundaries on any of the grounds for exclusion included in Section
 - 49.306, Water Code, if:

 (1) the board receives a petition, signed by the owners of the land to be excluded and consented to by all persons holding liens on the land, requesting exclusion of the land as described by metes and bounds; and
 - (2) the owners of the land pay to the district a payment and any other fees or costs required by the district.

Revisor's Note

Section 2, Chapter 1272, Acts of the 75th

Legislature, Regular Session, 1997, refers to the

board calling a hearing to consider excluding land

from the district "in its sole discretion." The

revised law omits "sole" because, in context, "sole"

is included within the meaning of "at its discretion."

8 Revised Law

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Sec. 8021.0003. NOTICE OF HEARING. 9 (a) Except as provided by Section 8021.0004, in addition to the notice required by Section 10 49.304, Water Code, the district shall, not later than the 30th day 11 12 before the date of the exclusion hearing under 8021.0002(a): 13

- 14 (1) publish notice of the exclusion hearing in a 15 nationally recognized financial journal; and
- 16 (2) mail notice of the exclusion hearing by certified 17 mail to the paying agent or registrar of the district's outstanding 18 bonds.
- (b) The notice required by Subsection (a) must advise any district bondholder, taxpayer, or other interested party that the person may appear at the exclusion hearing in support of or in opposition to the petition for exclusion. (Acts 75th Leg., R.S., Ch. 1272, Sec. 3; New.)

24 Source Law

Sec. 3. In addition to the notice required by Section 49.304, Water Code, the district shall publish notice of the exclusion hearing in a nationally recognized financial journal and shall mail notice by certified mail to the paying agent or registrar of the district's outstanding bonds. The notice shall be published and mailed not later than the 30th day before the hearing date, advising any district bondholder, taxpayer, or other interested party that the person may appear at the exclusion hearing in support of or in opposition to the petition for exclusion.

Revisor's Note

Section 3, Chapter 1272, Acts of the 75th
Legislature, Regular Session, 1997, establishes
notice requirements for exclusion hearings. Section 4

1	of Chapter 1272, revised as Section 8021.0004,
2	provides an exception to those notice requirements.
3	For the reader's convenience, the revised law adds a
4	reference to the exception.
5	Revised Law
6	Sec. 8021.0004. EXCLUSION WITH BOND REFUNDING. (a) Land
7	may be excluded as authorized by this chapter in conjunction with a
8	refunding of the district's outstanding bonds.
9	(b) If land is excluded in the manner provided by Subsection
10	(a), the only notice required is the notice specified by Section
11	49.304, Water Code. (Acts 75th Leg., R.S., Ch. 1272, Sec. 4.)
12	Source Law
13 14 15 16 17	Sec. 4. The exclusion authorized by this Act may be done contemporaneously with a refunding of the district's outstanding bonds. If the exclusion is done in that manner, the only notice required is the notice specified by Section 49.304, Water Code.
18	Revisor's Note
19	Section 4, Chapter 1272, Acts of the 75th
20	Legislature, Regular Session, 1997, authorizes land to
21	be excluded "contemporaneously with" a refunding of
22	the district's outstanding bonds. The revised law
23	substitutes "in conjunction with" for the quoted
24	language because, in context, the meaning is the same
25	and "in conjunction with" is more commonly used.
26	Revised Law
27	Sec. 8021.0005. APPLICABILITY OF CERTAIN OTHER LAW.
28	Sections 49.307 and 49.308, Water Code, apply to an exclusion of
29	land carried out under this chapter. (Acts 75th Leg., R.S., Ch.
30	1272, Sec. 5.)
31	Source Law
32 33	Sec. 5. Sections 49.307 and 49.308, Water Code, apply to all exclusions of land under this Act.
34	CHAPTER 8022. TANGLEWOOD FOREST LIMITED DISTRICT
35	SUBCHAPTER A. GENERAL PROVISIONS
36	Sec. 8022.0001. DEFINITION

Τ	SUBCHAPTER B. FINANCIAL PROVISIONS						
2	Sec. 8022.0051. USE OF GENERAL OPERATING FUNDS150						
3	CHAPTER 8022. TANGLEWOOD FOREST LIMITED DISTRICT						
4	SUBCHAPTER A. GENERAL PROVISIONS						
5	Revised Law						
6	Sec. 8022.0001. DEFINITION. In this chapter, "district"						
7	means the Tanglewood Forest Limited District. (Acts 74th Leg.,						
8	R.S., Ch. 675, Sec. 1.)						
9	Source Law						
10 11	Sec. 1. In this Act, "district" means the Tanglewood Forest Municipal Utility District.						
12	Revisor's Note						
13	Section 1, Chapter 675, Acts of the 74th						
14	Legislature, Regular Session, 1995, refers to the						
15	"Tanglewood Forest Municipal Utility District." The						
16	revised law substitutes "Tanglewood Forest Limited						
17	District" to reflect a change in the district's name.						
18	In 1997, the district entered into a strategic						
19	partnership agreement with the City of Austin under						
20	Section 43.0751, Local Government Code. In the						
21	agreement, the parties specified that after the						
22	execution of the agreement the district would be known						
23	as the Tanglewood Forest Limited District. The						
24	revised law is drafted accordingly.						
25	SUBCHAPTER B. FINANCIAL PROVISIONS						
26	Revised Law						
27	Sec. 8022.0051. USE OF GENERAL OPERATING FUNDS.						
28	Notwithstanding Section 54.236, Water Code, the district may use						
29	general operating funds to install, operate, and maintain street or						
30	security lighting in an area in the district:						
31	(1) that has had water utilities and streets installed						
32	for not less than eight years; and						
33	(2) in which the developer of the area has not						
34	installed street or security lighting as required as a condition of						

1	the municipality's granting its consent to the creation of the
2	district under Section 54.016, Water Code. (Acts 74th Leg., R.S.,
3	Ch. 675, Sec. 2.)
4	Source Law
5 6 7 8 9 10 11 12 13 14 15	Sec. 2. Notwithstanding Section 54.236, Water Code, the district may use general operating funds to install, operate, and maintain street or security lighting in an area in the district: (1) that has had water utilities and streets installed for not less than eight years; and (2) in which the developer of the area has not installed street or security lighting as required as a condition to the municipality's granting its consent to the creation of the district under Section 54.016, Water Code.
16	Revisor's Note
17	Section 2, Chapter 675, Acts of the 74th
18	Legislature, Regular Session, 1995, refers to "a
19	condition to the municipality's granting its consent."
20	The revised law substitutes "a condition of the
21	municipality's granting its consent" for the quoted
22	language because the phrases are synonymous in context
23	and "a condition of the municipality's granting its
24	consent" is more consistent with modern usage.
25	CHAPTER 8023. THE WOODLANDS METRO CENTER MUNICIPAL UTILITY DISTRICT
26	Sec. 8023.0001. DEFINITION
27	Sec. 8023.0002. EXCLUSION OF TERRITORY
28	Sec. 8023.0003. ANNEXATION OR ADDITION OF TERRITORY154
29	CHAPTER 8023. THE WOODLANDS METRO CENTER MUNICIPAL UTILITY DISTRICT
30	Revised Law
31	Sec. 8023.0001. DEFINITION. In this chapter, "district"
32	means The Woodlands Metro Center Municipal Utility District, of
33	Montgomery County, Texas. (Acts 72nd Leg., R.S., Ch. 322, Sec.
34	1(2).)
35	Source Law
36	Sec. 1. In this Act:
37 38 39	(2) "District" means The Woodlands Metro Center Municipal Utility District, of Montgomery County, Texas.

Revisor's Note

Section 1(1), Chapter 322, Acts of the 72nd

Legislature, Regular Session, 1991, defines "board."

The revised law omits the definition because the term is not used elsewhere in Chapter 322, which is revised as this chapter. The omitted law reads:

7 (1) "Board" means the board of 8 directors of The Woodlands Metro Center 9 Municipal Utility District, of Montgomery 10 County, Texas.

11 Revised Law

- Sec. 8023.0002. EXCLUSION OF TERRITORY. (a) The district may exclude territory from the district after a bond election has been called or bonds have been issued only if:
- 15 (1) the exclusion of the territory is not expressly 16 prohibited by the orders or resolutions calling the bond election 17 or authorizing the issuance of the bonds;
- 18 (2) the district annexes or adds territory into the 19 district that is sufficient to avoid an impairment of the security 20 for payment of the voted or issued bonds and of any other contract 21 obligations that are wholly or partly payable from or secured by ad 22 valorem taxes or net revenues of the district; and
- 23 (3) the exclusion and addition of territory is 24 accomplished in conformity with the notice and hearing requirements 25 relating to the exclusion and addition of territory prescribed by 26 Subchapter J, Chapter 49, Water Code.
- 27 The district must finally annex or include the 28 additional territory prescribed bу Subsection (a)(2) simultaneously with the exclusion of the territory or not earlier 29 than the 30th day before the date the territory is excluded. 30
- 31 (c) Before the effective date of the exclusion, the district
 32 must receive from the territory proposed to be excluded payments of
 33 all rates, fees, and charges for water, sewer, or other district
 34 services provided to the territory, and of all ad valorem taxes,
 35 standby fees, and associated penalties and interest relating to the

- 1 territory, that are due or overdue.
- 2 (d) If ad valorem taxes or standby fees have not been
- 3 established for the year in which the territory is to be excluded,
- 4 the territory shall pay an amount determined by the district to be
- 5 equal to the estimated ad valorem taxes or standby fees the district
- 6 will establish for the year. (Acts 72nd Leg., R.S., Ch. 322, Sec.

7 2.)

8 Source Law

- Sec. 2. (a) The district may exclude territory from the district after a bond election has been called or bonds issued only if:
- (1) the exclusion of the territory is not expressly prohibited by the orders or resolutions calling the bond election or authorizing the issuance of the bonds;
- (2) the district annexes or adds territory into the district that is sufficient to avoid an impairment of the security for payment of the voted or issued bonds and of any other contract obligations that are in whole or in part payable from or secured by ad valorem taxes or net revenues of the district; and
- (3) the exclusion and addition of territory is accomplished as prescribed by this Act and in conformity with the notice and hearing requirements relating to the exclusion and addition of territory prescribed by Chapter 54, Water Code.

 (b) The district must finally annex or include
- (b) The district must finally annex or include the additional territory prescribed by Subsection (a)(2) of this section simultaneously with the exclusion of the territory or not more than 30 days before the date on which the territory is excluded.
- (c) Before the effective date of the exclusion, the district must receive from the territory proposed to be excluded payments of all rates, fees, and charges for water, sewer, or other district services provided to the territory, and of all ad valorem taxes, standby fees, and associated penalties and interest relating to the territory, that are due or overdue. If ad valorem taxes or standby fees have not been established for the year in which the territory is to be excluded, the territory shall pay an amount determined by the district to be equal to the estimated ad valorem taxes or standby fees the district will establish for the year.

Revisor's Note

(1) Section 2(a)(3), Chapter 322, Acts of the 72nd Legislature, Regular Session, 1991, provides that the district may exclude territory from the district and add territory to the district after a bond election has been called or bonds issued only if the exclusion and addition is accomplished "in conformity with the

notice and hearing requirements relating to the exclusion and addition of territory prescribed by Chapter 54, Water Code." The revised law substitutes a reference to Subchapter J, Chapter 49, Water Code, for the reference to Chapter 54, Water Code, because the notice and hearing requirements for the addition or exclusion of territory by a municipal utility district in Chapter 54 were repealed by Section 43, Chapter 715, Acts of the 74th Legislature, Regular Session, 1995, and replaced with substantively similar requirements in Subchapter J, Chapter 49, by Section 2 of that act. Chapter 49, Water Code, applies to the district under Sections 49.001 and 49.002 of that chapter.

(2) Section 2(a)(3), Chapter 322, Acts of the 72nd Legislature, Regular Session, 1991, provides that the district may exclude and add territory if the exclusion and addition is accomplished as prescribed by Chapter 322. The revised law omits the provision because the procedures to exclude and add territory in Chapter 322 apply to the district on their own terms.

21 Revised Law

- Sec. 8023.0003. ANNEXATION OR ADDITION OF TERRITORY. (a)
 Territory annexed or added to the district is sufficient to avoid an
 impairment of the security for payment of an obligation of the
 district if:
- (1) the taxable value of the additional territory is equal to or greater than the taxable value of the excluded territory, as determined by the most recent certified county property tax rolls; and
- 30 (2) the estimated cost to provide district facilities 31 and services to the additional territory is equal to or less than 32 the estimated cost to provide district facilities and services to 33 the excluded territory, as determined by the district's engineer.
- 34 (b) In addition to the requirements of Subsection (a), if

- 1 the district's outstanding bonds or contract obligations are wholly
- 2 or partly payable from or secured by the net revenues from the
- 3 ownership or operation of the district's waterworks or sewer
- 4 systems, the projected net revenues to be derived from the
- 5 additional territory during the period ending on the anniversary of
- 6 the date on which the territory is added must be equal to or greater
- 7 than the projected net revenues that would be derived during that
- 8 period from the excluded territory, as determined by the district's
- 9 engineer. (Acts 72nd Leg., R.S., Ch. 322, Sec. 3.)

10 <u>Source Law</u>

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- Sec. 3. (a) Territory annexed or added to the district is sufficient to avoid an impairment of the security for payment of an obligation of the district if:
- (1) the taxable value of the additional territory is equal to or greater than the taxable value of the excluded territory, as determined by the most recent certified county property tax rolls: and
- recent certified county property tax rolls; and

 (2) the estimated cost to provide district facilities and services to the additional territory is equal to or less than the estimated cost to provide district facilities and services to the excluded territory, as determined by the district's engineer.
- (b) In addition to the requirements Subsection (a) of this section, if the district's outstanding bonds or contract obligations are in whole or in part payable from or secured by the net revenues from the ownership or operation of the district's the waterworks or projected sewer systems, revenues to be derived from the additional territory during the period ending on the anniversary of the date on which the territory is added must be equal to or greater than the projected net revenues that would be derived during that period from the excluded territory, as determined by the district's engineer.

Revisor's Note (End of Chapter)

(1) Section 4, Chapter 322, Acts of the 72nd Legislature, Regular Session, 1991, refers to the cumulative effect of the act. The revised law omits that provision because an accepted general principle of statutory construction requires a statute to be given cumulative effect with other statutes unless it provides otherwise or unless the statutes are in conflict. The general principle applies to this revision. The omitted law reads:

1 2 3 4 5	Sec. 4. This Act is cumulative and in addition to the rights, powers, and authority to exclude territory that is conferred on the district by general law
6	(2) Section 4, Chapter 322, Acts of the 72nd
7	Legislature, Regular Session, 1991, provides that the
8	act prevails over general law in case of a conflict or
9	other inconsistency. The revised law omits that
10	provision because it duplicates in substance Section
11	311.026(b), Government Code (Code Construction Act).
12	The omitted law reads:
13 14 15	Sec. 4 If a provision of this Act conflicts with or is inconsistent with the general law, this Act prevails.
16	CHAPTER 8024. BAYBROOK MUNICIPAL UTILITY DISTRICT NO. 1
17	SUBCHAPTER A. GENERAL PROVISIONS
18	Sec. 8024.0001. DEFINITIONS
19	Sec. 8024.0002. FINDINGS OF PUBLIC USE AND BENEFIT157
20	Sec. 8024.0003. CONFLICTS OF LAW
21	SUBCHAPTER B. POWERS AND DUTIES
22	Sec. 8024.0051. ROAD UTILITY DISTRICT POWERS AND
23	DUTIES
24	Sec. 8024.0052. ROAD PROJECTS
25	Sec. 8024.0053. RAPID TRANSIT AUTHORITY POWERS162
26	SUBCHAPTER C. FINANCIAL PROVISIONS
27	Sec. 8024.0101. ELECTIONS REGARDING TAXES OR BONDS162
28	Sec. 8024.0102. MAINTENANCE TAX
29	CHAPTER 8024. BAYBROOK MUNICIPAL UTILITY DISTRICT NO. 1
30	SUBCHAPTER A. GENERAL PROVISIONS
31	Revised Law
32	Sec. 8024.0001. DEFINITIONS. In this chapter:
33	(1) "City" means the City of Houston, Texas.
34	(2) "District" means the Baybrook Municipal Utility
35	District No. 1. (Acts 77th Leg., R.S., Ch. 1386, Secs. 2(2), (3).)
36	Source Law
37	Sec. 2. In this Act:

1 2 3	(2) "City" means the City of Houston, Texas. (3) "District" means the Baybrook						
4	Municipal Utility District No. 1.						
5	Revisor's Note						
6	Section 2, Chapter 1386, Acts of the 77th						
7	Legislature, Regular Session, 2001, defines						
8	"[b]oard." The revised law omits the definition as						
9	unnecessary because that term is not used elsewhere in						
10	Chapter 1386. The omitted law reads:						
11 12 13	(1) "Board" means the board of directors of the Baybrook Municipal Utility District No. 1.						
14	Revised Law						
15	Sec. 8024.0002. FINDINGS OF PUBLIC USE AND BENEFIT. (a)						
16	The district is created to serve a public use and benefit.						
17	(b) All land and other property included in the district						
18	will benefit from the works and projects accomplished by the						
19	district under the powers conferred by Section 52, Article III,						
20	Texas Constitution. (Acts 77th Leg., R.S., Ch. 1386, Sec. 3.)						
21	Source Law						
22 23 24 25 26 27 28	Sec. 3. The legislature finds that all of the land and other property included within the boundaries of the district will be benefited by the works and projects that are to be accomplished by the district under the powers conferred by Section 52, Article III, Texas Constitution, and that the district is created to serve a public use and benefit.						
29	Revised Law						
30	Sec. 8024.0003. CONFLICTS OF LAW. (a) This section applies						
31	only to laws enacted on or before June 16, 2001.						
32	(b) Chapter 49 or 54, Water Code, controls over a						
33	conflicting or inconsistent provision in general law relating to						
34	road utility districts. (Acts 77th Leg., R.S., Ch. 1386, Sec. 5						
35	(part).)						
36	Source Law						
37 38 39 40	Sec. 5 If any provision of general law relating to road utility districts is in conflict or inconsistent with Chapter 49 or 54, Water Code, Chapters 49 and 54, Water Code, prevail						

Revisor's Note

Section 5, Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001, provides in part that, in case of a conflict between a provision of Chapter 49 or 54, Water Code, and the general law relating to road utility districts, the Water Code provision prevails. The revised law limits the application of the Chapter 1386 conflicts provision to general laws enacted on or before the date the conflicts provision was enacted (June 16, 2001) to ensure that no substantive change is made by reviving the conflicts provision in the revised law. To restate the Chapter 1386 conflicts provision in the revised law without a date limitation would potentially change the outcome of applying the normal rules of statutory construction to general laws that were enacted or amended between the date Chapter 1386 took effect and the date of this revision. It is a fundamental principle of statutory construction that one session of the legislature may not bind a future session of the legislature. The 77th Legislature could not prevent a subsequent legislature from enacting a general law that would override Chapter 1386. A general law, including an amendment to an existing general law, enacted after June 16, 2001, must be interpreted in light of the legislative intent as to whether the subsequent general law as enacted would prevail over an earlier enacted general law.

(2) Section 5, Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001, provides in part that, in case of conflicts between that act and certain general laws, the act prevails. The revised law omits the provision because it is both unnecessary and potentially misleading. To the extent the provision

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means the act prevails over other law in existence at the time the act became effective and with which the act conflicts, it merely restates general rules of statutory construction. To the extent the provision implies that the act prevails over future enactments of the legislature that may conflict with the act, the provision is misleading. It is a principle of statutory construction that one session of the legislature may not bind a future session of the legislature. In addition, Section 311.026, Government (Code Construction Act), Code governs the interpretation of the revised law in instances of apparent conflict with other laws. The omitted law reads:

Sec. 5. . . . [If any provision of general law relating to road utility districts is in conflict or inconsistent with] this Act or . . . this Act and . . . [prevail]. This Act prevails over any provision of general law that is in conflict or inconsistent with this Act, including any provision of Chapter 49 or 54, Water Code.

SUBCHAPTER B. POWERS AND DUTIES

25 Revised Law

- Sec. 8024.0051. ROAD UTILITY DISTRICT POWERS AND DUTIES.
- 27 (a) The district has road utility district authority under Section
- 28 52(b)(3), Article III, Texas Constitution, and Chapter 441,
- 29 Transportation Code, including:
- 30 (1) the authority to repair and maintain streets and
- 31 roadways in the district; and
- 32 (2) the ability to make contracts in the same manner as
- 33 a road utility district under Subchapter E, Chapter 441,
- 34 Transportation Code.

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- 35 (b) The district has all of the rights, powers, privileges,
- 36 authority, duties, and functions conferred by the general laws
- 37 applicable to a road utility district created under Section 52,
- 38 Article III, Texas Constitution, to the extent those provisions can

1 be made applicable.

- 2 (c) The district is not subject to the requirements of
- 3 Subchapter B, Chapter 441, Transportation Code. (Acts 77th Leg.,
- 4 R.S., Ch. 1386, Secs. 1 (part), 4, 5 (part), 9.)

5 <u>Source Law</u>

- Sec. 1. The Baybrook Municipal Utility District No. 1 is granted road utility district authority under Section 52(b)(3), Article III, Texas Constitution, and Chapter 441, Transportation Code, including the authority to repair and maintain streets and roadways in the district. . . .
 - Sec. 4. The district is not subject to the requirements of Subchapter B or C, Chapter 441, Transportation Code.
 - Sec. 5. The district has all of the rights, powers, privileges, authority, duties, and functions conferred by the general law of this state, including Chapter 441, Transportation Code, applicable to road utility districts created under Section 52, Article III, Texas Constitution, to the extent those provisions can be made applicable. . . .
 - Sec. 9. The district may make contracts in the same manner as a road utility district under Subchapter E, Chapter 441, Transportation Code.

Revisor's Note

- (1) Section 1, Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001, provides that the district "is granted" road utility district authority. The revised law substitutes "has" for the quoted language because that phrase is more concise and is the substantive equivalent of the quoted language.
- (2) Section 4, Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001, refers to Subchapter C, Chapter 441, Transportation Code. The revised law omits the reference to Subchapter C because that subchapter was repealed by Chapter 248, Acts of the 78th Legislature, Regular Session, 2003.

38 Revised Law

Sec. 8024.0052. ROAD PROJECTS. (a) To the extent authorized by Section 52, Article III, Texas Constitution, the district may construct, acquire, improve, maintain, and operate macadamized, graveled, or paved roads and turnpikes or improvements

- 1 in aid of those roads or turnpikes in the district.
- 2 (b) The improvements under Subsection (a) may include
- 3 drainage or landscaping improvements and lights, signs, or signals
- 4 that are incidental to the roads and turnpikes and the
- 5 construction, maintenance, or operation of the roads and turnpikes.
- 6 (c) A project authorized by this section must meet all
- 7 applicable construction standards, zoning and subdivision
- 8 requirements, and regulatory ordinances of the city.
- 9 (d) On completion of a project authorized by this chapter,
- 10 the district, with the consent of the city, may convey the project
- 11 to the city if the conveyance is free of all district debt. If the
- 12 city becomes the owner of a project, the city is responsible for all
- 13 future maintenance and the district has no further responsibility
- 14 for the project or its maintenance. (Acts 77th Leg., R.S., Ch.
- 15 1386, Sec. 6.)

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16 <u>Source Law</u>

- Sec. 6. (a) The district may construct, acquire, improve, maintain, and operate macadamized, graveled, or paved roads and turnpikes or improvements in aid of those roads or turnpikes, within the boundaries of the district, to the extent authorized by Section 52, Article III, Texas Constitution.

 (b) The works, facilities, or improvements may include drainage or landscaping improvements and
- include drainage or landscaping improvements may lights, signs, or signals that are incidental to those roads and turnpikes and their construction, maintenance, or operation.

 (c) A project authorized by this section must
- (c) A project authorized by this section must meet all applicable construction standards, zoning and subdivision requirements, and regulatory ordinances of the city.
- (d) On completion of any project authorized by this Act, the district, with the consent of the city, may convey that project to the city, provided the conveyance is free of all indebtedness of the district. If the city becomes the owner of a project, the city is responsible for all future maintenance and upkeep, and the district has no further responsibility for the project or its maintenance or upkeep.

Revisor's Note

41 Section 6, Chapter 1386, Acts of the 77t.h 42 2001, Legislature, Regular Session, refers to 43 "maintenance" and "upkeep." The revised law omits 44 "upkeep" because, in context, "upkeep" is included in the meaning of "maintenance." 45

1	Revised Law
2	Sec. 8024.0053. RAPID TRANSIT AUTHORITY POWERS. (a) The
3	district has the powers of a metropolitan rapid transit authority
4	under Section 451.065, Transportation Code.
5	(b) The municipal consent and contract requirements in
6	Section 451.065(d), Transportation Code, do not apply to the
7	district. (Acts 77th Leg., R.S., Ch. 1386, Sec. 1 (part).)
8	Source Law
9 10 11 12 13 14	Sec. 1 In addition, the district has the powers of a metropolitan rapid transit authority under Section 451.065, Transportation Code, but the district is not subject to the municipal consent or municipal contract requirements of Subsection (d) of that section.
15	SUBCHAPTER C. FINANCIAL PROVISIONS
16	Revised Law
17	Sec. 8024.0101. ELECTIONS REGARDING TAXES OR BONDS. (a)
18	The district may issue bonds, notes, and other obligations secured
19	by revenues or contract payments from any lawful source other than
20	ad valorem taxes without an election.
21	(b) The district may issue bonds, notes, and other
22	obligations secured wholly or partly by ad valorem taxes only if the
23	issuance is approved by a vote of a two-thirds majority of the
24	district voters voting at an election held for that purpose. (Acts
25	77th Leg., R.S., Ch. 1386, Sec. 7.)
26	Source Law
27 28 29 30 31 32 33 34 35	Sec. 7. The district may issue bonds, notes, and other obligations secured by revenues or contract payments from any lawful source other than ad valorem taxation without an election. The district may issue bonds, notes, and other obligations secured in whole or in part by ad valorem taxation only if the issuance is approved by a two-thirds majority of the voters of the district voting at an election called and held for that purpose.
36	Revisor's Note

Revisor's Note

Section 7, Chapter 1386, Acts of the 77th 37 Legislature, Regular Session, 2001, provides that an 38 election to approve the issuance of bonds secured by ad 39 40 valorem taxes must be "called and held." The revised law omits the reference to an election being "called" because, in context, "calling" an election is included in the meaning of "holding" an election. Under Chapter 3, Election Code, all elections must be ordered (called) before they may be held.

6 Revised Law

2.3

Sec. 8024.0102. MAINTENANCE TAX. The district may impose a maintenance tax at a rate not to exceed 25 cents on each \$100 of assessed valuation of property in the district to be used for any authorized purpose of the district if the authority to impose the tax is approved by a majority of district voters voting at an election held for that purpose. (Acts 77th Leg., R.S., Ch. 1386, Sec. 8.)

14 Source Law

Sec. 8. The district may impose a maintenance tax in an amount not to exceed 25 cents on each \$100 of assessed valuation of property in the district to be used for any authorized purpose of the district if the authority to impose the tax is approved by a majority of the voters of the district voting at an election on that proposition.

Revisor's Note

Section 8, Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001, provides that the authority to impose a maintenance tax must be approved by a majority of voters voting at an election "on that proposition." The revised law substitutes "held for that purpose" for the quoted language because the phrases are synonymous in context and "held for that purpose" is more consistent with modern usage.

Revisor's Note (End of Chapter)

Section 10, Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001, recites legislative findings regarding procedural requirements for legislation affecting the district under the constitution and other laws and rules,

_		Including	proper	icgai	HOCICC	and	CIIC		119 0	, <u> </u>	
2		recommendat	tions.	The	revised	l law	om om	its	thos	se .	
3		provisions	as execu	ited. I	he omitt	ed law	read	ds:			
4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 22 23 24 25 26 27		notic Act, s this a law, have agenc they const inclu- the no Natura Conse- recommente speak withis const rules with and p	e of the setting Act, has and the been ies, off are required in the column al Resou (b) The respect of the recurrent of the r	e intent to been postice furnish cicials uired to and other gover do a copyrce Comminate for the hours and law cocedure to the of this	The precion to he gener ublished and a creat of the function o	intro al sub l as pro opy of all cities rrnish of the ohas Act to on Commural nas for this governments represents ts .s standard intro	oduce ostan rovid thi per to ed by subm Res Act Charta of te an egisl coduc	this ice of led by s Act sons which y the ittee Texas on. ource its and tives the ature			
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14	OTHER PURPOSES
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23	AUTHORIZING OBLIGATIONS OR TRUST
24	INDENTURE
25	CHAPTER 8508. SULPHUR RIVER BASIN AUTHORITY
26	SUBCHAPTER A. GENERAL PROVISIONS
27	Revised Law
28	Sec. 8508.0001. DEFINITIONS. In this chapter:
29	(1) "Authority" means the Sulphur River Basir
30	Authority.
31	(2) "Basin" means the watersheds of the Sulphur River
32	inside the authority's territory as defined by Section 8508.0006.
33	(3) "Board" means the authority's board of directors.
34	(4) "Commission" means the Texas Commission or

- 1 Environmental Quality.
- "Development board" 2 means the Texas Water
- 3 Development Board.
- 4 "Director" means a board member. (6)
- agency" means 5 (7)"Public any government or
- 6 governmental subdivision or agency.
- 7 "State" means the State of Texas or any of its
- 8 agencies, departments, boards, political subdivisions, or other
- 9 entities.

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- "Waste" means sewage, industrial waste, municipal (9) 10
- waste, recreational waste, agricultural waste, or waste heat. 11
- (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 2(1), (2), (3), (4), (6), 12
- 13 (8), (9), (11); New.)

14 Source Law

- 15 In this Act: Sec. 2.
 - "Authority" means the Sulphur River (1)
- Basin Authority.

 (2) "Basin" means the watersheds of the 18 19
- Sulphur River within the boundaries of the authority as defined in Section 3 of this Act.

 (3) "Board" means the board of directors 20 21
 - of the authority.
 (4) "Commission" means the Texas Water
- 23 24 Commission.
- 25 "Development board" means the Texas (6) Water Development Board. 26
- 27 "Public agency" means any government (8) 28 or governmental subdivision or agency.
- "State" means the State of Texas or any 29 (9) 30 agencies, departments, boards, political 31 subdivisions, or other entities.
- "Waste" 32 industrial means sewage, municipal 33 waste, recreational waste, waste, 34 agricultural waste, or waste heat.

Revisor's Note

Section 2(4), Chapter 3, Acts of the 69th 36 (1)Legislature, 1st Called Session, 1985, 37 defines "commission" to mean the Texas Water Commission. 38 name of the Texas Water Commission was changed to the 39 Texas Natural Resource Conservation Commission by 40 41 Section 1.085, Chapter 3, Acts of the 42 Legislature, 1st Called Session, 1991. The name of the

- 1 Texas Natural Resource Conservation Commission was changed to the Texas Commission on Environmental 3 Quality by Section 18.01, Chapter 965, Acts of the 77th 4 Legislature, Regular Session, 2001. The revised law 5 is drafted accordingly.
- Section 2(7), Chapter 3, Acts of the 69th 6 (2) 7 1st Called Session, 1985, Legislature, 8 The revised law omits the definition because it duplicates, in substance, the definition of 9 "person" provided by Section 311.005(2), Government 10 Code (Code Construction Act). The omitted law reads: 11
 - "Person" (7) means an individual, organization, corporation, public agency, business trust, estate, trust, partnership, association, and any other legal entity.
 - Section 2(10), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, defines "United States." The revised law omits the definition because it duplicates, in substance, the definition of "United States" provided by Section 311.005(9), Government Code (Code Construction Act). The omitted law reads:
 - "United States" (10)includes any department, bureau, and other agency of the United States.
- 26 (4)The definition of "director" is added to the 27 revised law for drafting convenience and to eliminate frequent, unnecessary repetition of the substance of 28 29 the definition.

30 Revised Law

31 Sec. 8508.0002. NATURE OF AUTHORITY. The authority is a conservation and reclamation district created under Section 59, 32 Article XVI, Texas Constitution. (Acts 69th Leg., 1st C.S., Ch. 3, 33 Sec. 1(a).) 34

35 Source Law

36 Pursuant to Article XVI, Section Sec. 1. (a) 59, of the Texas Constitution, a conservation and 37 reclamation district is created to be known as Sulphur 38

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1 River Basin Authority.

2 Revisor's Note

1(b), Chapter 3, Acts of the 3 Section 69th Legislature, 1st Called Session, 1985, provides that 4 5 the authority is a governmental agency and a body 6 politic and corporate. The revised law omits the 7 provision because it duplicates a portion of Section 8 59(b), Article XVI, Texas Constitution, which provides that a conservation and reclamation district is a 9 10 governmental agency and a body politic and corporate.

The omitted law reads:

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12 (b) The authority is a governmental agency and a body politic and corporate.

14 Revised Law

- Sec. 8508.0003. PURPOSE OF CHAPTER. The purpose of this chapter is to authorize the authority to provide for the conservation and development of this state's natural resources inside the basin, including:
- (1) the control, storage, preservation, and distribution of this state's water for domestic and municipal uses, industrial uses, irrigation, mining and recovery of minerals, stock
- 22 raising, underground water recharge, electric power generation,
- 23 navigation, and other beneficial uses and purposes;
- 24 (2) the reclamation and irrigation of land needing 25 irrigation;
- 26 (3) the reclamation and drainage of overflowed land 27 and other land needing drainage;
- 28 (4) the maintenance and enhancement of the quality of 29 the water;
- 30 (5) the conservation and development of the water;
- 31 (6) the navigation of inland water; and
- 32 (7) the provision of systems, facilities, and
- 33 procedures for the collection, transportation, handling,
- 34 treatment, and disposal of waste. (Acts 69th Leg., 1st C.S., Ch. 3,
- 35 Sec. 4.)

1	Source Law
2 3 4 5 6 7 8 9 10 1 12 13 14 15 6 17 18 9 20 1 22 23	Sec. 4. The purpose of this Act is to authorize the authority to provide for the conservation and development of the state's natural resources within the basin of Sulphur River, including: (1) the control, storage, preservation, and distribution of the state's water for domestic and municipal uses, industrial uses, irrigation, mining and recovery of minerals, stock raising, underground water recharge, electric power generation, navigation, and other beneficial uses and purposes; (2) the reclamation and irrigation of land needing irrigation; (3) the reclamation and drainage of overflowed land and other land needing drainage; (4) the maintenance and enhancement of the quality of the water; (5) the conservation and development of the water; (6) the navigation of inland water; and (7) the provision of systems, facilities, and procedures for the collection, transportation, handling, treatment, and disposal of waste.
24	Revised Law
25	Sec. 8508.0004. FINDING OF BENEFIT. The legislature finds
26	that all land included in the authority will benefit from the
27	improvements to be acquired and constructed by the authority.
28	(Acts 69th Leg., 1st C.S., Ch. 3, Sec. 3(b).)
29	Source Law
30 31 32 33	(b) The legislature finds that all of the land included in the authority will be benefited by the improvements to be acquired and constructed by the authority.
34	Revised Law
35	Sec. 8508.0005. REVIEW SCHEDULE UNDER SUNSET ACT. A review
36	of the authority under Section 325.025, Government Code, shall be
37	conducted as if the authority were a state agency scheduled to be
38	abolished September 1, 2029, and every 12th year after that year.
39	(Acts 69th Leg., 1st C.S., Ch. 3, Sec. 1A(a) (part).)
40	Source Law
41 42 43 44 45	Sec. 1A. (a) The review shall be conducted under Section 325.025, Government Code, as if the authority were a state agency scheduled to be abolished September 1, 2029, and every 12th year after that year.
46	Revisor's Note
47	Sections 1A(a) and (c), Chapter 3, Acts of the
48	69th Legislature, 1st Called Session, 1985, relate to

a periodic review of the authority by the Sunset Advisory Commission. Section 1A(a) provides in part that the authority is subject to limited review under Chapter 325, Government Code, as if it were a state agency, but may not be abolished under that chapter. Section 1A(c) provides that the authority must pay the costs associated with the Sunset Advisory Commission's review of the authority. The revised law omits those provisions because they duplicate Sections (b), and (d), Government Code, which 325.025(a), provide that certain river authorities, including the Sulphur River Basin Authority, are subject to limited review, but not abolishment, by the Sunset Advisory Commission under Chapter 325, Government Code, and that those river authorities shall pay the cost incurred by the Sunset Advisory Commission performing the review. The omitted law reads:

- (a) The authority is subject to review under Chapter 325, Government Code (Texas Sunset Act), but may not be abolished under that chapter. . . .
- (c) The authority shall pay the costs incurred by the Sunset Advisory Commission in performing the review. The Sunset Advisory Commission shall determine the costs, and the authority shall pay the amount promptly on receipt of a statement from the Sunset Advisory Commission detailing the costs.

30 Revised Law

Sec. 8508.0006. TERRITORY. (a) Unless modified under 31 Subchapter J, Chapter 49, Water Code, or other law, the authority's 32 territory is composed of the territory in each county in Texas, 33 other than Fannin County, that is located wholly or partly in the 34 35 watershed of the Sulphur River and its tributaries with confluences with the Sulphur River upstream from the eastern boundary of Texas, 36 37 as those watersheds and tributaries are defined by maps on file with the development board. 38

(b) The boundaries of the authority form a closure. A

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- 1 mistake in the description of the boundaries in the legislative
- 2 process or another mistake does not affect:
- 3 (1) the authority's organization, existence, or
- 4 validity;
- 5 (2) the authority's right to issue any type of bond for
- 6 a purpose for which the authority is created or to pay the principal
- 7 of or interest on the bond; or
- 8 (3) the legality or operation of the authority or its
- 9 governing body. (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 3(a), 52;
- 10 New.)

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11 Source Law

Sec. 3. (a) The authority is composed of the territory in each county in Texas, other than Fannin County, that is located in whole or in part within the watershed of the Sulphur River and its tributaries with confluences with the Sulphur River upstream from the eastern boundary of Texas, as those watersheds and tributaries are defined by maps now on file with the development board.

The legislature finds and determines Sec. 52. boundaries the Sulphur of River Authority form a closure. If any mistake is made in the description of the boundaries in the legislative process, or a mistake is otherwise made, it in no way affects the organization, existence, and validity of the authority, or the right of the authority to issue any types of bonds, including refunding bonds, for the purpose for which the authority is created, or to pay the principal of or interest on the obligations, or in any other manner affects the legality or operation of the authority or its governing body.

Revisor's Note

(1)The revision of the law governing the authority revises the statutory language describing authority. the territory of the Because the authority's boundaries are subject to change, that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law adds references to the statutory authority to change the authority's territory under Subchapter J, Chapter 49, Water Code, applicable to the authority under Sections 49.001 and 49.002 of that chapter, and to the general

- authority of the legislature to enact a law to change the authority's territory.
- Section 52, Chapter 3, Acts of the 69th 3 4 Legislature, 1st Called Session, 1985, provides that a the description 5 mistake in of the authority's boundaries or another mistake does not affect the 6 7 right of the authority to issue "any types of bonds, including refunding bonds," or to pay the principal of 8 or interest on "the obligations." The revised law 9 omits the reference to "refunding bonds" because 10 refunding bonds are included in the meaning of "any 11 12 types of bonds." The revised law substitutes "the for "the obligations" for consistency of 13 14 terminology.

15 Revised Law

Sec. 8508.0007. LIBERAL CONSTRUCTION OF CHAPTER. This that chapter shall be liberally construed to achieve its purposes.

18 (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 5 (part).)

19 <u>Source Law</u>

Sec. 5. This Act shall be liberally construed to achieve its purposes, and . . .

22 Revisor's Note

- 23 Section 5, Chapter 3, Acts of the 69th (1)Legislature, 1st Called Session, 1985, provides that 2.4 any grant of power included in that chapter shall be 25 26 held to specify but not to limit general powers. revised law omits the provision because it is an 27 accepted general principle of statutory construction 28 that a grant of a power does not act as a limitation. 29 The omitted law reads: 30
- Sec. 5. . . any particular grant of power included in this Act shall be held to specify but not to limit general powers. . .
- 35 (2) Section 5, Chapter 3, Acts of the 69th 36 Legislature, 1st Called Session, 1985, provides in

part that the act is sufficient authority for the performance of all acts and procedures authorized by the act, without reference to any other law or any restrictions or limitations included in any other law.

The revised law omits the statement that the act is sufficient authority for the performance of all acts and procedures authorized by the act because it is unnecessary. The operative provisions of the act are fully effective on their own terms.

The revised law omits the statement that other laws or restrictions or limitations included in those laws do not apply because it is both unnecessary and potentially misleading. An accepted general principle of statutory construction requires a statute to be given cumulative effect with other statutes unless it provides otherwise or unless the statutes are in conflict. To the extent the statement means the act prevails over other law in existence at the time the act became effective and with which the act conflicts, statement merely restates general rules the statutory construction. To the extent the statement means the act prevails over future enactments of the legislature that may conflict with it, it is misleading. Ιt is a fundamental principle of statutory construction that one session of the legislature may not bind a future session of the legislature. In addition, Section 311.026, Government (Code Construction Act), governs interpretation of the revised law in instances apparent conflict with other laws.

Finally, codification of the statement is potentially misleading because the revised law not only omits provisions of the act that are impliedly repealed by other law, it also omits provisions that

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1 are duplicative of other law. Codification of the 2 statement might create an impression that the 3 provisions of other law that duplicate the omitted 4 provisions do not apply. The omitted law reads: Sec. 5. . . This Act is sufficient authority for the performance of all acts 5 6 7 procedures authorized by this Act, without reference to any other law or any 8 restrictions or limitations included in any 9 other law. 10 SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS 11 12 Revised Law Sec. 8508.0051. MEMBERSHIP OF BOARD. 13 (a) The board 14 consists of seven directors appointed by the governor with the 15 advice and consent of the senate. 16 (b) The governor shall appoint one director to represent the 17 authority at large. The governor shall appoint two directors from each of 18 19 the following regions: 20 Region 1: Bowie and Red River Counties; 21 Region 2: Cass, Franklin, Hunt, Morris, and Titus 22 Counties; and Region 3: Delta, Hopkins, and Lamar Counties. 2.3 24 (d) Each director must be a qualified voter. 25 A director appointed under Subsection (c) must be a (e) resident of a county in the region for which the director is 26 (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 6(a) (part), 27 appointed. 28 (b).) 29 Source Law Sec. 6. (a) [The authority shall be governed by a] board of directors composed of seven members. The 30 31 members of the board shall be appointed by the governor 32 with the advice and consent of the senate. One member 33 34 of the board shall be appointed to represent the authority at large. Two members of the board shall be 35 36 appointed from each of the following regions: 37 Red (1)Region 1: Bowie and River 38 counties;

counties.

(2)

(3)

Morris, and Titus counties; and

Region

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Cass,

Each member of the board must be a qualified

Region 3: Delta, Hopkins, and Lamar

Franklin,

Hunt,

elector. A member of the board appointed to represent a region under Subsection (a) must be a resident of a county in the region for which the member is appointed.

Revisor's Note

Section 6(b), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to an "elector" of a county in the region for which a director is appointed. The revised law substitutes "voter" for "elector" because the terms are synonymous and "voter" is the term used in the Election Code.

Revised Law

Sec. 8508.0052. TERMS. Directors serve for staggered terms of six years with two or three directors' terms expiring on February 14 1 of each odd-numbered year. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 6(c); Acts 85th Leg., R.S., Ch. 276, Sec. 15(c).)

16 Source Law

17 [Acts 69th Leg., 1st C.S., Ch. 3]

(c) Each member of the board shall serve for a term of six years and until the member's successor has qualified.

[Acts 85th Leg., R.S., Ch. 276]

(c) Notwithstanding Section 6(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, as amended by this Act, of the seven initial members appointed by the governor under that section, the governor shall designate two members to serve for terms that expire on February 1, 2019, two members to serve for terms that expire on February 1, 2021, and three members to serve for terms that expire on February 1, 2023.

Revisor's Note

- (1) Section 6(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that each director shall serve "until the member's successor has qualified." The revised law omits the quoted language because it duplicates in substance Section 17, Article XVI, Texas Constitution, which requires an officer to continue to perform the officer's duties until a successor has qualified.
- 40 (2) Sections 15(a), (b), and (d), Chapter 276,
 41 Acts of the 85th Legislature, Regular Session, 2017,

contain transition provisions regarding the terms of directors in office on the effective date of the act (September 1, 2017) and the appointment of successor directors. The revised law omits the provisions as executed because the terms of office of the directors serving on the effective date of the act have expired and successor directors have been appointed. The omitted law reads:

Sec. 15. (a) The terms of the members of the board of directors of the Sulphur River Basin Authority serving on the effective date of this Act expire on September 1, 2017.

- (b) Not later than September 2, 2017, the governor shall make the appointments required by Section 6, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, as amended by this Act.
- (d) The governor may appoint to the board of directors under Subsection (b) of this section a member whose term expires under Subsection (a) of this section.
- (3) Section 15(c), Chapter 276, Acts of the 85th Legislature, Regular Session, 2017, prescribes the procedure for staggering the terms of the directors first appointed under that act. The revised law revises the provision specifying that directors serve staggered terms with two or three director's terms expiring on February 1 of each odd-numbered year but omits as executed the provision relating to the year the initial terms expire.

32 Revised Law

- 33 Sec. 8508.0053. REMOVAL. (a) The governor may remove a 34 director from office for:
- 35 (1) inefficiency;
- 36 (2) neglect of duty;
- 37 (3) misconduct in office; or
- 38 (4) absence from three consecutive regular board 39 meetings.
- 40 (b) Before a director is removed from office, the board

- 1 shall call and hold a hearing on the charges against the director,
- 2 and the director is entitled to appear at the hearing and present
- 3 evidence to show why the director should not be removed from office.
- 4 (c) Not later than the 30th day before the date of the
- 5 hearing, the board shall give the accused director notice of:
- 6 (1) the charges against the director; and
- 7 (2) the time and place for the hearing.
- 8 (d) An affirmative vote of not fewer than four of the
- 9 directors is required to approve a recommendation for removal.
- 10 (e) A recommendation for removal shall be forwarded to the
- 11 governor for the governor's consideration and action as provided by
- 12 this section. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 6(f).)

13 <u>Source Law</u>

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(f) The governor may remove a director from office for inefficiency, neglect of duty, misconduct in office, or absence from three consecutive regular meetings of the board. Before a director is removed from office, the board shall call and hold a hearing on the charges against him, and the director who is the subject of the proposed removal is entitled to appear at the hearing and present evidence to show why he should not be removed from office. Not later than the 30th day before the date of the hearing, the board shall give the accused director notice of the charges against him and the time and place for the hearing. An affirmative vote of not less than four of the directors is required to approve a recommendation for removal. A recommendation for removal shall be forwarded to the governor for his consideration and action as provided by this subsection.

31 Revised Law

32 Sec. 8508.0054. VACANCY. A vacancy on the board shall be

33 filled in the manner provided by Section 8508.0051 for making the

34 original appointment. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 6(e).)

35 Source Law

36 (e) All vacancies on the board shall be filled 37 in the manner provided by this section for making the 38 original appointment.

Revisor's Note

Section 6(e), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that vacancies on the board shall be filled in the manner provided by "this section" for making the original

- 1 appointment. The relevant provisions of Section 6,
- Chapter 3, Acts of the 69th Legislature, 1st Called
- 3 Session, 1985, are revised as Section 8508.0051 of
- 4 this chapter. For the reader's convenience, the
- 5 revised law substitutes a reference to Section
- 6 8508.0051 for the quoted language.

7 Revised Law

- 8 Sec. 8508.0055. BOND REQUIREMENT FOR DIRECTORS. As a
- 9 qualification for office, a director must execute a bond in an
- 10 amount determined by the board conditioned on the faithful
- 11 performance of the director's duties. (Acts 69th Leg., 1st C.S.,
- 12 Ch. 3, Sec. 6(d).)

13 Source Law

- 14 (d) Each member of the board shall qualify by 15 taking the constitutional oath of office and by 16 executing a bond in an amount determined by the board 17 conditioned on the faithful performance of his duties.
- 18 <u>Revisor's Note</u>
- 19 Section 6(d), Chapter 3, Acts of the 69th
- 20 Legislature, 1st Called Session, 1985, requires each
- 21 director to take the constitutional oath of office.
- The revised law omits that provision because Section
- 23 1, Article XVI, Texas Constitution, requires all
- officers to take the oath (or affirmation) before
- assuming office.

- Sec. 8508.0056. COMPENSATION OF DIRECTORS. (a) A director
- 28 is entitled to receive \$25 a day and reimbursement for actual and
- 29 necessary expenses incurred:
- 30 (1) for each day the director spends attending
- 31 meetings of the board; and
- 32 (2) for each day the director spends attending to the
- 33 business of the authority that is authorized by the board.
- 34 (b) A director is not entitled to receive a per diem
- 35 allowance for more than 50 days in a calendar year.

- 1 (c) In all areas of conflict with Subsection (a) or (b) of 2 this section, Section 49.060, Water Code, takes precedence.
- 3 (d) Α director's compensation may bе increased as authorized by Section 49.060, Water Code, by resolution adopted by 4 the board in accordance with Subsection (e) of that section on or 5 after September 1, 1995. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 8; 6 7 New.)

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Sec. 8. (a) A director is entitled to receive \$25 a day and reimbursement for actual and necessary expenses incurred:

(1) for each day he spends attending meetings of the board; and

(2) for each day he spends attending to the business of the authority that is authorized by the board.

(b) A director is not entitled to receive a per diem allowance for more than $50\ \mathrm{days}$ in any single calendar year.

(c) A director's compensation may be increased as authorized by Section 49.060, Water Code, by resolution adopted by the board in accordance with Subsection (e) of that section on or after September 1, 1995.

Revisor's Note

Sections 8(a), (b), and (c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, relate the compensation of directors. Section 8(a) provides that a director is entitled to receive a per diem of \$25 for each day the director spends attending to authority business. Section 8(b) limits the number of days a director may receive a per diem in a calendar year to 50 days. Section 8(c), added in 2017 by Chapter 276, Acts of the 85th Legislature, Regular Session, provides that a director's compensation may be increased in the manner prescribed by Section 49.060, Water Code. Section 49.060, Water Code, which was enacted in 1995 and applies to the authority on its own terms, also provides for a director's fees of office, computed on a rate per day of a certain service and, under Subsection (a-1) of that section, requires the board to adopt a resolution limiting a director's total annual fees of office. Section 49.060(e) provides that, in all areas of conflict, Section 49.060 takes precedence over all prior statutory enactments and that, if the enactment of that section would result in a fee increase, the increase does not apply to a district unless the board by resolution authorizes payment of the higher fees. Because it is whether the authority has unclear taken action relating to fees paid to directors and whether, after their revision as provisions of this chapter, Sections 8(a), (b), and (c) of Chapter 3 conflict with Section 49.060 and would continue to be considered "prior enactments" for purposes statutory of Section 49.060(e), the revised law includes the substance of Sections 8(a), (b), and (c) and adds a provision to preserve the effect of Section 49.060 to the extent of a conflict with that language.

19 Revised Law

- Sec. 8508.0057. OFFICERS. (a) The governor shall designate a director as the presiding officer of the board to serve in that capacity at the pleasure of the governor.
- (b) The board shall elect one or more vice presidents, a secretary, a treasurer, and other officers as the directors consider necessary.
- 26 (c) The presiding officer and each vice president must be a 27 director, but other officers are not required to be directors.
- (d) The offices of the secretary and treasurer may be combined, and the offices of assistant secretary and assistant treasurer may be combined. (Acts 69th Leg., 1st C.S., Ch. 3, Secs.)
- 31 6(i), (j).)

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32 Source Law

33 (i) The governor shall designate a member of the 34 board as the presiding officer of the board to serve in 35 that capacity at the pleasure of the governor. 1 (j) The board shall elect one oΥ 2 vice-presidents, a secretary, a treasurer, and other members of 3 officers consider the the board as necessary. The presiding officer and vice-president must be members of the board, but other officers are 5 6 not required to be members of the board. The offices of 7 the secretary and treasurer may be combined, and the 8 offices of assistant secretary and assistant treasurer may be combined.

- Sec. 8508.0058. DIRECTOR TRAINING PROGRAM. (a) A person who is appointed to and qualifies for office as a director may not
- 13 vote, deliberate, or be counted as a director in attendance at a
- 14 board meeting until the person completes a training program that
- 15 complies with this section.
- 16 (b) The training program must provide the person with
- 17 information regarding:
- 18 (1) the law governing the authority's operations;
- 19 (2) the authority's programs, functions, rules, and
- 20 budget;
- 21 (3) the scope of and limitations on the authority's
- 22 rulemaking authority;
- 23 (4) the results of the authority's most recent formal
- 24 audit;
- 25 (5) the requirements of:
- 26 (A) laws relating to open meetings, public
- 27 information, administrative procedure, and disclosing conflicts of
- 28 interest; and
- 29 (B) other laws applicable to members of the
- 30 governing body of a river authority in performing their duties; and
- 31 (6) any applicable ethics policies adopted by the
- 32 board or the Texas Ethics Commission.
- 33 (c) A person appointed to the board is entitled to
- 34 reimbursement for the travel expenses incurred in attending the
- 35 training program regardless of whether the attendance at the
- 36 program occurs before or after the person qualifies for office.
- 37 (d) The board shall create a training manual that includes
- 38 the information required by Subsection (b). The board shall

- 1 distribute a copy of the training manual annually to each director.
- 2 On receipt of the training manual, each director shall sign a
- 3 statement acknowledging receipt of the training manual. (Acts 69th
- 4 Leg., 1st C.S., Ch. 3, Sec. 6A.)

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5 Source Law

- Sec. 6A. (a) A person who is appointed to and qualifies for office as a member of the board may not vote, deliberate, or be counted as a member in attendance at a meeting of the board until the person completes a training program that complies with this section.
- (b) The training program must provide the person with information regarding:
- (1) the law governing authority operations;
- (2) the programs, functions, rules, and budget of the authority;
- (3) the scope of and limitations on the rulemaking authority of the authority;
- (4) the results of the most recent formal audit of the authority;

(5) the requirements of:

- (A) laws relating to open meetings, public information, administrative procedure, and disclosing conflicts of interest; and
- (B) other laws applicable to members of the governing body of a river authority in performing their duties; and
- (6) any applicable ethics policies adopted by the board or the Texas Ethics Commission.
- (c) A person appointed to the board is entitled to reimbursement for the travel expenses incurred in attending the training program regardless of whether the attendance at the program occurs before or after the person qualifies for office.
- (d) The board shall create a training manual that includes the information required by Subsection (b). The board shall distribute a copy of the training manual annually to each member of the board. On receipt of the training manual, each member of the board shall sign a statement acknowledging receipt of the training manual.

43 <u>Revised Law</u>

- Sec. 8508.0059. INTEREST IN CONTRACT. (a) A director who
- 45 has a financial interest in an authority contract for the purchase,
- 46 sale, lease, rental, or supply of property, including supplies,
- 47 materials, and equipment, or for the construction of facilities,
- 48 shall disclose that fact to the other directors and may not vote on
- 49 or participate in discussions during board meetings on the
- 50 acceptance of the contract.
- 51 (b) A director's financial interest does not affect the
- 52 validity of a contract if disclosure is made and the director with

- 1 the financial interest does not vote on the question of entering
- 2 into the contract. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 7.)

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A director who has a financial interest Sec. 7. in a contract of the authority for the purchase, sale, rental, or supply of property, including and materials, equipment, supplies, oΥ construction of facilities shall disclose that fact to the other members of the board and may not vote on or participate in discussions during board meetings on the acceptance of the contract. A financial interest of a director does not affect the validity of a contract if disclosure is made and the director with the financial interest does not vote on the question of entering into the contract.

16 Revised Law

- Sec. 8508.0060. COMMITTEES. (a) The board may appoint or establish committees from the board's directors as necessary or desirable to assist in conducting the authority's business.
- (b) Subject to the applicable rules of law on delegation of powers, the board may assign or delegate or provide for the assignment or delegation of any powers, duties, and functions to its committees as the board may provide by rule or resolution.
- 24 (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 9.)

25 Source Law

26 Sec. 9. The board may appoint or establish committees from the membership of the board as necessary or desirable to assist in conducting the 27 28 business of the authority. Subject to the applicable rules of law on delegation of powers, the board may assign or delegate or provide for the assignment or 29 30 31 32 delegation of any powers, duties, and functions to its 33 committees as the board may provide by rule 34 resolution.

- Sec. 8508.0061. EXECUTIVE DIRECTOR. (a) The board may employ an executive director and set the executive director's salary and other compensation by majority vote of the qualified directors.
- 40 (b) The executive director is the chief executive officer of 41 the authority.
- 42 (c) Under policies established by the board, the executive 43 director is responsible to the board for:

- 1 (1) administering the board's directives;
- 2 (2) keeping the authority's records, including minutes
- 3 of the meetings of the board and the executive committee;
- 4 (3) coordinating with state, federal, and local
- 5 agencies;
- 6 (4) developing plans and programs for the approval of
- 7 the board or the executive committee;
- 8 (5) hiring, supervising, training, and discharging
- 9 the authority's employees, as authorized by the board or the
- 10 executive committee;
- 11 (6) contracting for or retaining technical,
- 12 scientific, legal, fiscal, and other professional services, as
- 13 authorized by the board; and
- 14 (7) performing any other duties assigned by the board.
- 15 (d) The board may discharge the executive director on a
- 16 majority vote of the qualified directors. (Acts 69th Leg., 1st
- 17 C.S., Ch. 3, Sec. 10.)

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18 <u>Source Law</u>

- Sec. 10. (a) The board may employ an executive director and set his salary and other compensation by majority vote of the qualified directors.
 - (b) The executive director is the chief executive officer of the authority.
 - (c) Under policies established by the board, the executive director is responsible to the board for:
 - (1) administering the directives of the board;
 - (2) keeping the authority's records, including minutes of the meetings of the board and the executive committee;
 - (3) coordinating with state, federal, and local agencies;
 - (4) developing plans and programs for the approval of the board or the executive committee;
 - (5) hiring, supervising, training, and discharging the authority's employees, as authorized by the board or the executive committee;
 - (6) contracting for or retaining technical, scientific, legal, fiscal, and other professional services, as authorized by the board; and
- 41 (7) performing any other duties assigned 42 by the board.
- 43 (d) The board may discharge the executive 44 director on a majority vote of the qualified 45 directors.

46 Revised Law

47 Sec. 8508.0062. SEPARATION OF POLICYMAKING AND MANAGEMENT

- 1 FUNCTIONS. The board shall develop and implement policies that
- 2 clearly separate the policymaking responsibilities of the board and
- 3 the management responsibilities of the executive director and staff
- 4 of the authority. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 10A.)

Sec. 10A. The board shall develop and implement policies that clearly separate the policymaking responsibilities of the board and the management responsibilities of the executive director and staff of the authority.

11 Revised Law

- 12 Sec. 8508.0063. DIRECTORS' AND EMPLOYEES' FIDELITY BONDS.
- 13 (a) The executive director, the treasurer, and any other officer,
- 14 agent, or employee of the authority who has responsibilities that
- 15 involve the collection, custody, or payment of authority money
- 16 shall execute a fidelity bond.
- 17 (b) The board must approve the form, amount, and surety of
- 18 the bond.
- 19 (c) The authority shall pay the premiums on the bonds
- 20 required under this chapter. (Acts 69th Leg., 1st C.S., Ch. 3, Sec.
- 21 11.)

22 Source Law

- 23 Sec. 11. (a) The executive director, treasurer, and other officers, agents, and employees of the authority who have responsibilities that involve the collection, custody, or payment of any 24 25 26 money of the authority shall execute a fidelity bond. 27 The board shall approve the form, amount, and surety of 28 29 the bond.
- 30 (b) The authority shall pay the premiums on the bonds required under this Act.

32 Revised Law

- 33 Sec. 8508.0064. AUTHORITY'S OFFICE. The authority shall
- 34 maintain its principal office inside its boundaries. (Acts 69th
- 35 Leg., 1st C.S., Ch. 3, Sec. 12.)

36 Source Law

- 37 Sec. 12. The authority shall maintain its
- 38 principal office inside its boundaries.

39 Revised Law

40 Sec. 8508.0065. NEGOTIATED RULEMAKING AND ALTERNATIVE

- 1 DISPUTE RESOLUTION. (a) The board shall develop a policy to
- 2 encourage the use of:
- 3 (1) negotiated rulemaking procedures under Chapter
- 4 2008, Government Code, for the adoption of authority rules; and
- 5 (2) appropriate alternative dispute resolution
- 6 procedures under Chapter 2009, Government Code, to assist in the
- 7 resolution of internal and external disputes under the authority's
- 8 jurisdiction.
- 9 (b) The authority's procedures relating to alternative
- 10 dispute resolution must conform, to the extent possible, to any
- 11 model guidelines issued by the State Office of Administrative
- 12 Hearings for the use of alternative dispute resolution by state
- 13 agencies.
- 14 (c) The authority shall:
- 15 (1) coordinate the implementation of the policy
- 16 adopted under Subsection (a);
- 17 (2) provide training as needed to implement the
- 18 procedures for negotiated rulemaking or alternative dispute
- 19 resolution; and

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- 20 (3) collect data concerning the effectiveness of those
- 21 procedures. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 6B.)

22 <u>Source Law</u>

- Sec. 6B. (a) The board shall develop a policy to encourage the use of:
 - (1) negotiated rulemaking procedures under Chapter 2008, Government Code, for the adoption of authority rules; and
 - (2) appropriate alternative dispute resolution procedures under Chapter 2009, Government Code, to assist in the resolution of internal and external disputes under the authority's jurisdiction.
 - (b) The authority's procedures relating to alternative dispute resolution must conform, to the extent possible, to any model guidelines issued by the State Office of Administrative Hearings for the use of alternative dispute resolution by state agencies.
 - (c) The authority shall:
 - (1) coordinate the implementation of the policy adopted under Subsection (a);
 - (2) provide training as needed to implement the procedures for negotiated rulemaking or alternative dispute resolution; and
- 43 (3) collect data concerning the 44 effectiveness of those procedures.

Revised Law

- Sec. 8508.0066. COMPLAINTS. (a) The authority shall maintain a system to promptly and efficiently act on complaints filed with the authority. The authority shall maintain information about parties to the complaint, the subject matter of the complaint, a summary of the results of the review or investigation of the complaint, and its disposition.
- 8 The authority shall make information available 9 describing its procedures for complaint investigation and resolution. 10
- 11 (c) The authority shall periodically notify the parties to 12 the complaint of the status of the complaint until final 13 disposition. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 13A.)

14 <u>Source Law</u>

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The authority shall maintain a Sec. 13A. (a) system to promptly and efficiently act on complaints with the authority. The authority maintain information about parties to the complaint, the subject matter of the complaint, a summary of the review or of investigation of results the the complaint, and its disposition.

(b) The authority shall make information available describing its procedures for complaint investigation and resolution.

(c) The authority shall periodically notify the complaint parties of the status of the complaint until final disposition.

Revisor's Note (End of Subchapter)

(1)Section 6(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that the authority is governed by a board of directors. revised law omits that provision it because duplicates, in substance, parts of Sections 49.051 and 49.057, Water Code. Throughout this chapter, the revised law omits law that is superseded by Chapter 49, Water Code, or that duplicates law contained in that Except as otherwise provided by that chapter. chapter, Chapter 49, Water Code, applies to the authority under Sections 49.001 and 49.002, Water

- 1 Code. The omitted law reads:
- Sec. 6. (a) The authority shall be governed by a [board of directors]
- Section 6(g), Chapter 3, Acts of the 69th 4 5 Legislature, 1st Called Session, 1985, provides that a 6 majority of the members of the board constitutes a quorum for the transaction of business. The revised 7 8 law omits that provision because it duplicates Section 311.013, Government Code (Code Construction Act), 9 10 which provides that a quorum of a public body is a majority of the number of members fixed by statute. 11 The revised law also omits "for the transaction of 12 business" because "quorum" means the number of persons 13 or votes necessary for a body to act. The omitted law 14 15 reads:
- 16 (g) A majority of the members of the 17 board constitutes a quorum for the 18 transaction of business.
- 19 (3) Section 13(b), Chapter 3, Acts of the 69th
 20 Legislature, 1st Called Session, 1985, requires the
 21 board to keep complete and accurate minutes of its
 22 meetings. The revised law omits that provision
 23 because it duplicates, in substance, part of Section
 24 49.065, Water Code. The omitted law reads:
- 25 (b) The authority shall keep complete and accurate minutes of its meetings.
- 27 SUBCHAPTER C. POWERS AND DUTIES
- 28 Revised Law
- Sec. 8508.0101. GENERAL POWERS AND DUTIES. (a) The 30 authority shall:
- 31 (1) administer this chapter; and
- 32 (2) use its facilities and powers to accomplish the 33 purposes of this chapter.
- 34 (b) The authority may:
- 35 (1) exercise the powers, rights, and privileges 36 necessary or convenient for accomplishing the purposes of this

1 chapter; and

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- 2 (2) perform any act necessary or convenient to the
- 3 exercise of the powers, rights, privileges, or functions conferred
- 4 by this chapter or other laws.
- 5 (c) The board may provide for any expenditures it considers
- 6 essential or useful in the maintenance, operation, and
- 7 administration of the authority. (Acts 69th Leg., 1st C.S., Ch. 3,
- 8 Secs. 16(a), (b), 38.)

9 <u>Source Law</u>

- Sec. 16. (a) The authority shall administer this Act and shall use its facilities and powers to accomplish the purposes of this Act.
- 13 (b) The authority may exercise the powers, 14 rights, and privileges necessary or convenient for 15 accomplishing the purposes of this Act.
- Sec. 38. (a) The board may provide for any expenditures it considers essential or useful in the maintenance, operation, and administration of the authority.
 - (b) The authority may perform any other acts or things necessary or convenient to the exercise of the powers, rights, privileges, or functions conferred by this Act or other laws.

24 <u>Revised Law</u>

- Sec. 8508.0102. EFFECT OF POWERS OF AUTHORITY ON POWERS OF
- 26 OTHER DISTRICTS; COORDINATION AND JOINT UNDERTAKINGS AMONG
- 27 DISTRICTS. (a) The powers granted to the authority by this chapter
- 28 are not intended to restrict the powers of any conservation and
- 29 reclamation district created under Section 59, Article XVI, Texas
- 30 Constitution, inside the basin or area of the authority. It is the
- 31 legislature's intent that the authority and those districts
- 32 exercise their respective powers in a cooperative manner.
- 33 (b) A district created under Section 59, Article XVI, or
- 34 Sections 52(b)(1) and (2), Article III, Texas Constitution, on or
- 35 before August 29, 1985, may:
- 36 (1) coordinate its plans with the authority; and
- 37 (2) enter into joint undertakings with the authority
- 38 for the purposes for which the entities are created.
- 39 (c) The acts taken under Subsection (b) must be approved by
- 40 a majority of the boards of directors of the district and authority.

1 (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 16(c) (part), (d).)

2 Source Law

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- (c) . . . However, the powers granted to the authority by this Act are not intended to restrict the powers of any conservation and reclamation district previously created within the basin or area of the authority under Article XVI, Section 59, of the Texas Constitution. It is the legislature's intent that the authority and those districts exercise their respective powers in a cooperative manner.
- (d) A district previously created under Article XVI, Section 59, or Article III, Sections 52(b)(1) and (2), of the Texas Constitution may coordinate its plans with the authority and may enter into joint undertakings for the purposes for which the districts are created. However, those acts must be approved by a majority of the board of directors of the district and authority.

Revisor's Note

- (1) Section 16(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that the powers granted to the authority by that chapter are cumulative of powers granted by other law. The revised law omits the provision because an accepted general principle of statutory construction requires that a statute be given cumulative effect with other statutes unless the other statute provides otherwise or unless the statute conflicts with another statute. The omitted law reads:
 - (c) The powers granted to the authority by this Act are cumulative of all powers granted by other laws that are applicable to the authority. . . .
- (2) Section 16(d), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to a district "previously" created under certain provisions of the Texas Constitution. The revised law substitutes the effective date of the legislation enacting Section 16(d) for the quoted term to clarify for the reader the period referred to in the section.

- 42 Sec. 8508.0103. GENERAL POWERS RELATING TO WORKS AND WATER.
- 43 (a) The authority may exercise all the rights and powers of an

- 1 independent agency and a body politic and corporate to construct,
- 2 maintain, and operate, inside this state and in the watershed of the
- 3 Sulphur River and its tributaries inside or outside the boundaries
- 4 of the authority, any work considered essential:
- 5 (1) to the authority's operation; and
- 6 (2) for its administration in controlling, storing,
- 7 preserving, and distributing the water, including storm water and
- 8 floodwater, of the Sulphur River and its tributary streams.
- 9 (b) The authority may exercise the power of control and
- 10 regulation over the water of the Sulphur River and its tributaries
- 11 as this state may exercise, subject to the constitution and laws of
- 12 this state. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 1(d).)

(d) The authority may exercise all the rights and powers of an independent agency, body politic and corporate, to construct, maintain, and operate inside the state and in the watershed of the Sulphur River and its tributaries inside or outside the boundaries of the authority any works considered essential to the operation of the authority and for its administration in controlling, storing, preserving, and distributing the water of the Sulphur River and its tributary streams, including the storm water and floodwater. The authority may exercise the power of control and regulation over the water of the Sulphur River and its tributaries as may be exercised by the state, subject to the constitution and the laws of this state.

28 <u>Revised Law</u>

- Sec. 8508.0104. CONTROL AND USE OF WATERS. (a) The
- 30 authority may exercise power over the storm water and floodwater of
- 31 the basin.

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- 32 (b) The authority may exercise the powers of control and use
- 33 of the state's water in the following manner and for the following
- 34 purposes:
- 35 (1) to provide for the control and coordination of
- 36 water use in the basin as a unit;
- 37 (2) to provide by adequate organization and
- 38 administration for the preservation of the rights of the people of
- 39 the different sections of the basin in the beneficial use of water;
- 40 (3) to provide for conserving storm water, floodwater,

- 1 and the unappropriated flow of the basin, including the storage,
- 2 control, transportation, treatment, and distribution of that
- 3 water, and the prevention of the escape of water without the maximum
- 4 of public service;
- 5 (4) to provide for the prevention of the devastation
- 6 of land from recurrent overflows;
- 7 (5) to provide for the protection of life and property
- 8 in the basin from uncontrolled floodwater;
- 9 (6) to provide for the conservation of water essential
- 10 for domestic and other water uses of the people of the basin,
- 11 including necessary water supplies for municipalities and
- 12 industrial districts;
- 13 (7) to provide for the irrigation of land in the basin
- 14 where irrigation is required for agricultural purposes or is
- 15 considered helpful to more profitable agricultural production;
- 16 (8) to provide for the equitable distribution of storm
- 17 water, floodwater, and unappropriated flow water to meet the
- 18 regional potential requirements for all uses;
- 19 (9) to provide for the encouragement and development
- 20 of drainage systems and provisions for the drainage of land in the
- 21 valleys of the basin needing drainage for profitable agricultural
- 22 and livestock production and industrial activities, and other
- 23 drainage of land for the most advantageous use;
- 24 (10) to provide for the conservation of soil against
- 25 destructive erosion to prevent the increased flood menace incident
- 26 to erosion;
- 27 (11) to control and make available for use storm
- 28 water, floodwater, and unappropriated flow water as authorized by
- 29 the commission in the development of commercial and industrial
- 30 enterprises in all sections of the watershed area of the authority;
- 31 (12) to provide for each purpose and use for which
- 32 storm water, floodwater, and unappropriated flow water when
- 33 controlled and conserved may be used in the performance of a useful
- 34 service as contemplated and authorized by the provisions of the

- 1 constitution and laws of this state;
- 2 (13) to control, store, and preserve the water of the
- 3 basin inside the authority for any useful purpose;
- 4 (14) to use, distribute, and sell water for any
- 5 beneficial purpose inside and outside the authority; and
- 6 (15) to acquire water and water rights inside and
- 7 outside the authority.
- 8 (c) The plans and works provided by the authority or under
- 9 the power of the authority should give primary consideration to the
- 10 necessary and potential needs for water by or in the various areas
- 11 in the watershed of the basin. (Acts 69th Leg., 1st C.S., Ch. 3,
- 12 Secs. 17(a), (b), (c).)

13 <u>Source Law</u>

- Sec. 17. (a) Subject to the constitution and other laws of this state and the continuing right of supervision of the state through the commission, the authority may exercise authority over the storm water and floodwater of the basin, subject to applicable provisions of the Water Code.
- (b) The authority may exercise the powers of control and use of the state's water in the manner and for the following purposes:
- (1) to provide for the control and coordination of water use in the basin as a unit;
- (2) to provide by adequate organization and administration for the preservation of the rights of the people of the different sections of the basin in the beneficial use of water;
- (3) to provide for conserving storm water, floodwater, and unappropriated flow of the basin, including the storage, control, transportation, treatment, and distribution of that water, and the prevention of the escape of water without the maximum of public service and for the prevention of devastation of land from recurrent overflows, and the protection of life and property in the river basin from uncontrolled floodwater;
- (4) to provide for the conservation of water essential for domestic and other water uses of the people of the basin, including necessary water supplies for cities, towns, and industrial districts;
- (5) to provide for the irrigation of land in the basin where irrigation is required for agricultural purposes or is considered helpful to more profitable agricultural production and for the equitable distribution of storm water, floodwater, and unappropriated flow water to the regional potential requirements for all uses;
- (6) to provide for the encouragement and development of drainage systems and provisions for drainage of land in the valleys of the basin needing drainage for profitable agricultural and livestock production and industrial activities, and other drainage of land for the most advantageous use;

- (7) to provide for the conservation of soil against destructive erosion, thereby preventing the increased flood menace incident to erosion;
- (8) to control and make available for use storm water, floodwater, and unappropriated flow water as authorized by the commission, in the development of commercial and industrial enterprises in all sections of the watershed area of the authority;
- (9) to provide for each purpose and use for which storm water, floodwater, and unappropriated flow water when controlled and conserved may be used in the performance of a useful service as contemplated and authorized by the provisions of the constitution and laws of this state;
- (10) to control, store, and preserve the water of the basin inside the boundaries of the authority for any useful purpose;
- (11) to use, distribute, and sell water for any beneficial purpose inside and outside the authority; and
- (12) to acquire water and water rights inside and outside the authority.
- (c) Plans and works provided by the authority or under authorization of the authority should give primary consideration to the necessary and potential needs for water by or within the various areas within the watershed of the basin.

Revisor's Note

Section 17(a), Chapter 3, Acts of the 69th (1)Legislature, 1st Called Session, 1985, provides that, "[s]ubject to the constitution and other laws of this state and the continuing right of supervision of the state through the commission," the authority has certain powers, "subject to applicable provisions of the Water Code." The revised law omits the reference to the constitution and other laws of this state and the applicable provisions of the Water Code because the applicable provisions of those laws apply by their own terms. The revised law omits the reference to the continuing right of supervision of the state through Water Commission the Texas because the Texas Commission on Environmental Quality is the successor the Texas Water Commission, and therefore the provision duplicates in substance part of Section 12.081, Water Code, which subjects certain special districts and authorities, including the authority, to supervision by the Texas Commission on Environmental

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(2) Section 17(b)(4), Chapter 3, Acts of the
69th Legislature, 1st Called Session, 1985, refers to
"cities" and "towns." The revised law substitutes
"municipalities" for "cities" and "towns" because the
meaning of "municipalities" includes both cities and
towns, and "municipalities" is the term used in the
Local Government Code.

9 Revised Law

USE OF BEDS AND BANKS OF SULPHUR RIVER AND Sec. 8508.0105. 10 ITS TRIBUTARIES. Subject to the approval of the commission, the 11 authority may use the beds and banks of the Sulphur River and its 12 13 tributary streams for any purpose necessary to accomplish the 14 authority's plans for storing, controlling, conserving, transporting, and distributing storm water, floodwater, 15 16 appropriated flow waters for useful purposes. (Acts 69th Leg., 1st 17 C.S., Ch. 3, Sec. 36.)

Source Law

Sec. 36. Subject to the approval of the commission, the authority may use the beds and banks of 19 20 the Sulphur River and its tributary streams for any 21 purposes necessary to accomplish the plans of the 22 controlling, storing, 23 authority for conserving, distributing 24 transporting, and storm 25 floodwater, and appropriated flow waters for useful 26 purposes.

- Sec. 8508.0106. WATER CONSERVATION PROGRAM. (a) 28 In this 29 section, "program of water conservation" means the 30 practices, techniques, and technologies that will reduce water consumption, reduce water loss or waste, improve efficiency in 31 water use, or increase water recycling and reuse so that a water 32 33 supply is available for future uses.
- 34 (b) The authority shall adopt and implement a program of 35 water conservation consistent with rules and criteria adopted and 36 enforceable by the commission and development board for similarly 37 situated authorities. (Acts 69th Leg., 1st C.S., Ch. 3, Sec.

1 17(d).)

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(d) The authority shall adopt and implement a program of water conservation consistent with rules and criteria duly adopted and enforceable by the commission and development board for similarly situated authorities. A program of water conservation means the use of practices, techniques, and technologies that will reduce the consumption of water, reduce the loss or waste of water, improve efficiency in the use of water, or increase the recycling and reuse of water so that a water supply is made available for future uses.

Revisor's Note

Section 17(d), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to "duly" adopted rules and criteria. The revised law omits "duly" as unnecessary in this context because the word does not add to the clear meaning of the law. A rule or criterion must be "duly" adopted in order for the rule or criterion to be enforceable.

Revised Law

- Sec. 8508.0107. GROUNDWATER. (a) The authority may conduct surveys and studies of the groundwater supplies in the authority to:
- 26 (1) determine the location and quantity of available 27 groundwater; and
- (2) develop and ascertain other information that in the judgment of the board may be necessary to fully develop water uses from the groundwater in the authority.
- 31 (b) With the approval and under the supervision of the 32 commission, the authority may appropriate storm water and 33 floodwater to recharge underground freshwater-bearing sand and 34 aquifers in the basin. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 19.)

35 Source Law

Sec. 19. (a) The authority may conduct surveys and studies of the groundwater supplies in the authority for the purpose of determining the location and quantity of groundwater available, and to develop and ascertain other data and information that in the judgment of the board may be necessary to fully develop water uses from the groundwater in the authority.

(b) Subject to the requirements of applicable laws and with the approval and under the supervision of the commission, the authority may appropriate storm water and floodwater to recharge underground freshwater-bearing sand and aquifers in the basin.

Revisor's Note

- (1) Section 19(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to "data and information." The revised law omits the term "data" because, in this context, the meaning of "information" includes "data."
- Section 19(b), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that, "[s]ubject to the requirements of applicable laws," authority may appropriate storm water and floodwater for certain purposes. The revised law omits the quoted language for the reason stated in Revisor's Note (1) to Section 8508.0104.

19 Revised Law

Sec. 8508.0108. APPLICABILITY OF CERTAIN ENVIRONMENTAL LAWS. The authority is a river authority for the purposes and definitions of Chapter 30, Water Code, and Chapter 383, Health and Safety Code, as they apply to the authority. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 20 (part).)

25 <u>Source Law</u>

Sec. 20. The authority is a river authority for the purposes and definitions of Chapter 30, Water Code, and the Clean Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes) as they apply to the authority. . . .

Revisor's Note

(1) Section 20, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to the "Clean Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes)." Throughout this chapter, the revised law substitutes "Chapter 383, Health and Safety Code," for the quoted language because the Clean Air Financing Act was revised in 1989 as Chapter

383, Health and Safety Code.

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- 2 Section 20, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that 3 4 in the event of a conflict between Chapter 3 and a provision of the Clean Air Financing Act, Chapter 3 5 prevails. The revised law omits the provision because 6 7 it is both unnecessary and potentially misleading. To the extent it means Chapter 3 prevails over provisions 8 9 of the Clean Air Financing Act in existence at the time Chapter 3 became effective and with which the chapter 10 conflicts, the provision merely restates general rules 11 12 of statutory construction. To the extent it means Chapter 3 prevails over any future amendments to the 13 14 Clean Air Financing Act that may conflict with the 15 chapter, it is misleading. It is a fundamental principle of statutory construction that one session 16 of the legislature may not bind a future session of the 17 18 legislature. In addition, Section 311.026, Government 19 Code (Code Construction Act), governs interpretation of the revised law in instances of 20 apparent conflict with other laws. The omitted law 21 reads: 22
- Sec. 20. . . If a provision of the Clean Air Financing Act conflicts with this Act, this Act prevails.

26 Revised Law

- Sec. 8508.0109. PERMITS AND LICENSES. (a) The authority must apply for any permit, license, or other grant of authority required from the commission.
- 30 (b) The authority may apply for any permit, license, or 31 financial assistance it may need from any federal, state, or local 32 governmental agency. (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 23(a), 33 (b).)

34 <u>Source Law</u>

35 Sec. 23. (a) The authority shall apply for any

- 1 licenses, and other grants of authority permits,
- 2 required from the commission. 3
- (b) The authority may apply for any permits, licenses, and financial assistance it may need from 4 5 any federal, state, or local governmental agency.

6 Revised Law

- 7 Sec. 8508.0110. CONSULTATION WITH COUNTY JUDGE FOR CERTAIN
- 8 PROPOSED PROJECTS. Before voting on a proposed project for which
- 9 the board will seek a permit, the board shall obtain advice on the
- project from the county judge of each county in which the project is 10
- proposed to be located. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 11
- 12 23(c).)

13 Source Law

- (c) Before voting on a proposed project for which the board will seek a permit, the board shall obtain advice on the proposed project from the county judge of each county in which the proposed project is 14 15 16 17 18 proposed to be located.
- 19 Revised Law
- Sec. 8508.0111. SERVICE CONTRACTS AND CHARGES. (a) 20 The
- 21 authority may enter into service contracts may adopt and
- 22 resolutions and orders establishing rates and providing for the
- 23 collection of fees and charges for:
- 24 the sale or use of water;
- the services of water transmission, treatment, and 25
- storage facilities; 26
- 27 liquid waste collection, treatment, and disposal (3)
- services and facilities; 2.8
- 29 (4)the sale of power and electric energy; and
- 30 any other services or facilities sold, furnished,
- or supplied by the authority. 31
- 32 The fees and charges must be sufficient to produce
- revenues adequate to: 33
- 34 pay expenses necessary for the operation and
- maintenance of the authority's property and facilities; 35
- 36 pay the principal of and interest on any bonds or
- 37 other obligations issued by the authority when due and payable;
- fulfill any reserve or other fund obligations of 38 (3)

- 1 the authority in connection with the bonds or other obligations;
- 2 and

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- 3 (4) pay any other expenses the board may consider
- 4 necessary and proper for the authority's operations. (Acts 69th
- 5 Leg., 1st C.S., Ch. 3, Sec. 24.)

6 Source Law

- Sec. 24. (a) The authority may enter into service contracts and may adopt resolutions and orders establishing rates and providing for the collection of fees and charges for the sale or use of water, the services of water transmission, treatment, and storage facilities, liquid waste collection, treatment and disposal facilities and services, the sale of power and electric energy, and any other services or facilities sold, furnished, or supplied by the authority.
- authority.

 (b) The fees and charges shall be sufficient to produce revenues adequate to:
- (1) pay expenses necessary for the operation and maintenance of the property and facilities of the authority;
- (2) pay the principal of and interest on any bonds or other obligations issued by the authority when due and payable and to fulfill any reserve or other fund obligations of the authority in connection with the bonds or other obligations; and
- (3) pay any other expenses the board may consider necessary and proper for the operations of the authority.

30 Revised Law

- 31 Sec. 8508.0112. ACQUISITION, MAINTENANCE, AND OPERATION OF
- 32 PROPERTY. The authority may purchase, lease, acquire by gift,
- 33 maintain, use, and operate property of any kind inside or outside
- 34 the authority that is appropriate for the exercise of its powers or
- 35 the accomplishment of its purposes. (Acts 69th Leg., 1st C.S., Ch.
- 36 3, Sec. 26(a).)

37 Source Law

Sec. 26. (a) The authority may purchase, lease, 38 acquire by gift, maintain, use, and operate property 39 of any kind outside the authority, 40 inside or appropriate for 41 the exercise of its powers accomplishment of its purposes. 42

- Sec. 8508.0113. ACQUISITION, CONSTRUCTION, MAINTENANCE,
- 45 AND OPERATION OF FACILITIES. The authority may acquire, construct,
- 46 extend, improve, maintain, reconstruct, use, and operate
- 47 facilities inside or outside the authority that are necessary or

- 1 convenient for the exercise of its powers, rights, duties, and
- 2 functions or the accomplishment of its purposes. (Acts 69th Leg.,
- 3 1st C.S., Ch. 3, Sec. 27.)

Sec. 27. The authority may acquire, construct, extend, improve, maintain, reconstruct, use, and operate any facilities inside or outside the authority necessary or convenient to the exercise of its powers, rights, duties, and functions or accomplishments of its purposes.

11 Revised Law

- 12 Sec. 8508.0114. EMINENT DOMAIN. (a) The authority may
- 13 exercise the power of eminent domain to acquire land inside or
- 14 outside the authority to carry out a power, right, privilege, or
- 15 function authorized by this chapter if the board, after notice and
- 16 hearing, determines that the action is necessary.
- 17 (b) The authority must exercise the power of eminent domain
- 18 in the manner provided by Chapter 21, Property Code, except that the
- 19 authority is not required to:
- 20 (1) give bond for appeal or bond for costs in a
- 21 condemnation suit or other suit to which it is a party; or
- (2) deposit double the amount of any award in any suit.
- (c) The authority's authority under this section to
- 24 exercise the power of eminent domain expired on September 1, 2013,
- 25 unless the authority submitted a letter to the comptroller in
- 26 accordance with Section 2206.101(b), Government Code, not later
- 27 than December 31, 2012. (Acts 69th Leg., 1st C.S., Ch. 3, Secs.
- 28 25(a), (b); New.)

29 Source Law

- Sec. 25. (a) The authority may acquire land inside and outside the authority to carry out the powers, rights, privileges, authority, and functions authorized by this Act by condemnation when the board determines, after notice and hearing, that it is necessary.
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 (b) The right of eminent domain shall be exercised by the authority in the manner provided by Chapter 21, Property Code, except that the authority is not required to give bond for appeal or bond for costs in a condemnation suit or other suit to which it is a party and is not required to deposit double the amount of any award in any suit.

Revisor's Note

- (1) Section 25(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to the authority's "powers" and "authority." The revised law omits the reference to "authority" because, in context, it is included in the meaning of "powers."
- (2) Section 25(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that "[t]he authority may acquire [certain land for certain purposes] by condemnation." The revised law substitutes for the quoted language "[t]he authority may exercise the power of eminent domain to acquire [certain land for certain purposes]" because the phrases have the same meaning and the latter phrase is consistent with modern usage in laws relating to eminent domain.
- (3) Section 25, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides the authority limited eminent domain authority. Section 2206.101, Government Code, requires an entity with eminent domain authority to submit a letter with certain information to the comptroller not later than December 31, 2012, to prevent the entity's eminent domain authority from expiring on September 1, 2013. To avoid the appearance that this revision recognizes authority that the authority may not possess at the time of the revision, the revised law includes a provision setting out the requirements of Section 2206.101, Government Code.

30 Revised Law

- 31 Sec. 8508.0115. COST OF RELOCATING OR ALTERING PROPERTY.
- 32 (a) In this section, "sole expense" means the actual cost of 33 relocating, raising, lowering, rerouting, changing the grade of, or

altering the construction of a facility described by Subsection (b)

- 1 to provide comparable replacement without enhancement of the
- 2 facility, after deducting from that cost the net salvage value
- 3 derived from the old facility.
- 4 (b) If the authority's exercise of the power of eminent
- 5 domain makes necessary relocating, raising, lowering, rerouting,
- 6 changing the grade of, or altering the construction of a highway,
- 7 railroad, electric transmission or distribution line, telephone or
- 8 telegraph property or facility, or pipeline, the necessary action
- 9 shall be accomplished at the sole expense of the authority. (Acts
- 10 69th Leg., 1st C.S., Ch. 3, Sec. 25(c).)

12 (c) If the authority, in the exercise of the of 13 power eminent domain, makes necessary relocation, raising, lowering, rerouting, or change in 14 15 grade, or alteration of the construction of highway, railroad, electric 16 transmission οr distribution line, telephone or telegraph properties 17 18 facilities, or pipeline, all necessary relocations, raising, lowering, rerouting, change in 19 20 alteration of construction accomplished at the sole expense of the authority. "Sole expense" means the actual cost of relocation, raising, lowering, rerouting, or change in grade or alteration of construction to provide comparable 21 22 23 24 25 replacement without enhancement of facilities, after deducting the net salvage value derived from the old 26 27 facility.

28 <u>Revised Law</u>

- Sec. 8508.0116. SALE, LEASE, EXCHANGE, OR OTHER DISPOSITION
- 30 OF PROPERTY. The authority may:
- 31 (1) sell any property or interest in property owned by
- 32 the authority by installments or otherwise, including a sale in any
- 33 manner prescribed or authorized by:
- 34 (A) Section 552.014, Local Government Code;
- 35 (B) Chapter 30, Water Code; or
- 36 (C) Chapter 383, Health and Safety Code; or
- 37 (2) lease, exchange, or otherwise dispose of any
- 38 property or interest in property. (Acts 69th Leg., 1st C.S., Ch. 3,
- 39 Sec. 26(b).)

40 Source Law

(b) The authority also may sell any property or interest in property owned by the authority by

installments or otherwise, including sales in any manner prescribed or authorized by Chapter 224, Acts Legislature, 56th Regular Session, 1959 1109j, Vernon's Texas Statutes), (Article Civil Chapter 30, Water Code, and the Clean Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes). The authority may also lease, exchange, or otherwise dispose of any property or interest in property.

Revisor's Note

Section 26(b), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to Chapter 224, Acts of the 56th Legislature, Regular Session, 1959 (Article 1109j, Vernon's Texas Civil Article 1109j was codified in 1987 as Statutes). Section 402.014, Local Government Code. Section 402.014, Local Government Code, was renumbered as Section 552.014, Local Government Code, by Section 3.76(a)(2)(B), Chapter 885, Acts of the 80th Legislature, Regular Session, 2007. The revised law is drafted accordingly.

Revised Law

- Sec. 8508.0117. GENERAL CONTRACT POWERS. (a) The authority may enter into a contract or execute an instrument that is necessary or convenient for the exercise of its powers, rights, duties, and functions or the accomplishment of its purposes.
- 26 (b) Notwithstanding any other law, the authority may:
- (1) undertake and carry out an activity that is related to or necessary in carrying out or performing a power or function of the authority;
- 30 (2) enter into a contract, loan agreement, lease, or 31 installment sales agreement;
- 32 (3) acquire, purchase, construct, own, operate, 33 maintain, repair, improve, or extend, or loan, lease, sell, or 34 otherwise dispose of, including by such methods as a loan payment, 35 rental, sale, or installment sale, as the parties may agree, any
- 36 facility, plant, building, structure, equipment, or appliance or
- 37 property or any interest in property; and
- 38 (4) use any or all money or proceeds of bonds and other

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1 obligations. (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 29(a), (b).)

2 Source Law

Sec. 29. (a) The authority may enter into contracts and execute instruments that are necessary or convenient to the exercise of its powers, rights, duties, and functions or the accomplishment of its purposes.

(b) Notwithstanding any other law, the

authority may:

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(1) undertake and carry out any activities that are related to or necessary in carrying out or performing any power or function of the authority;

(2) enter into contracts, loan agreements,

leases, or installment sales agreements;

- (3) acquire, purchase, construct, own, operate, maintain, repair, improve, or extend, and loan, lease, sell, or otherwise dispose of, including by such methods as loan payments, rentals, sales, and installment sales, as the parties may agree, any facilities, plants, buildings, structures, equipment, and appliances and property or any interest in property; and
- 23 (4) use any or all money or proceeds of bonds and other obligations.

- Sec. 8508.0118. POWER OF PERSONS TO CONTRACT WITH
- 27 AUTHORITY. (a) A person may contract with the authority in any
- 28 manner authorized by this chapter, Chapter 30, Water Code, or
- 29 Chapter 383, Health and Safety Code, with respect to water, waste,
- 30 pollution control, or any other facility or any service provided by
- 31 the authority.
- 32 (b) A public agency may enter into and execute a contract
- 33 described by Subsection (a) with the authority and may determine,
- 34 agree, and pledge that all or any part of its payments under the
- 35 contract is payable from the source described in Section 30.030(c),
- 36 Water Code, subject only to the authorization of the contract,
- 37 pledge, and payments by the public agency's governing body. The
- 38 public agency also may use and pledge any other available revenue or
- 39 resource for payment of amounts due under the contract as an
- 40 additional source of payment or as the sole source of payment.
- 41 (c) A public agency may:
- 42 (1) set fees, rates, charges, rentals, and other
- 43 amounts, including water charges and garbage collection or handling
- 44 fees, for any services or facilities provided by any utility

- 1 operated by it, or provided pursuant to or in connection with any
- 2 contract with the authority;
- 3 charge those amounts to and collect those amounts
- 4 from its inhabitants or from any users or beneficiaries of the
- utility, services, or facilities; and 5
- 6 (3) use and pledge that money to make payments to the
- 7 authority required under the contract and may covenant to do so in
- 8 amounts sufficient to make all or any part of those payments to the
- 9 authority when due.
- 10 (d) If a public agency and the authority agree in
- 11 contract, the payments made by the public agency to the authority
- under the contract are an expense of operation of any facilities or 12
- 13 utility operated by the public agency. (Acts 69th Leg., 1st C.S.,
- Ch. 3, Secs. 29(c), (d).) 14

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15 Source Law

- All persons are authorized to contract with the authority in any manner authorized by this Act, Chapter 30, Water Code, and the Clean Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes) with respect to water, waste, pollution control, or any other facilities and any services provided by the authority. A public agency also may enter into and execute such a contract with the authority and may determine, agree, and pledge that all or any part of its payments under the contract is payable from the source described in Section 30.030(c), Water Code, subject only to the authorization of the contract, pledge, and payments by the governing body of the public agency. A public agency also may use and pledge any other available revenues or resources for payment of amounts due under those contracts, as an additional source or sources of payment or as the sole source or sources of payment.
- A public agency may fix, charge, and collect (d) fees, rates, charges, rentals, and other amounts for any services or facilities provided by any utility it, or provided pursuant to or operated by in connection with any contract with the authority, from its inhabitants or from any users or beneficiaries of utility, services, or facilities, including specifically water charges and garbage collection or handling fees and other fees or charges, and may use pledge those funds to make payments authority required under the contract, and may covenant to do so in amounts sufficient to make all or any part of those payments to the authority when due. If the parties agree in the contract, those payments constitute an expense of operation of any facilities

Revisor's Note

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- (1) Section 29(d), Chapter 3, Acts of the 69th

 Legislature, 1st Called Session, 1985, authorizes a

 public agency to "fix" fees, rates, charges, rentals,

 and other amounts for certain services or facilities.

 The revised law substitutes "set" for "fix" because

 the terms are synonymous in this context and "set" is

 more commonly used.
- Section 29(d), Chapter 3, Acts of the 69th (2) 9 Legislature, 1st Called Session, 1985, authorizes a 10 public agency to use and pledge certain "funds" to make 11 12 certain payments. Throughout this chapter, the revised law substitutes "money" for "funds" because, 13 in the context of money of a public agency or another 14 entity, the meaning is the same and "money" is the more 15 commonly used term. 16

- 18 Sec. 8508.0119. AWARD OF CERTAIN CONTRACTS. (a) The 19 authority shall award a contract to the lowest and best bidder if:
- 20 (1) the contract is a:
- 21 (A) construction, maintenance, operation, or
- 22 repair contract;
- 23 (B) contract for the purchase of material,
- 24 equipment, or supplies; or
- (C) contract for services other than technical,
- 26 scientific, legal, fiscal, or other professional services; and
- 27 (2) the contract:
- 28 (A) will require an estimated expenditure of more
- 29 than \$10,000; or
- 30 (B) is for a term of six months or more.
- 31 (b) If the board finds that an extreme emergency exists, the
- 32 board may award a contract necessary to protect and preserve the
- 33 public health and welfare or the property of the authority without
- 34 using bidding procedures.

- 1 (c) The authority shall publish notice to bidders once each
- 2 week for three consecutive weeks before the date set for awarding
- 3 the contract. The notice must be published in a newspaper with
- 4 general circulation in the authority and may also be published in
- 5 any other appropriate publication.
- 6 (d) The notice is sufficient if it states:
- 7 (1) the time and place at which the bids will be
- 8 opened;
- 9 (2) the terms on which copies of the plans,
- 10 specifications, or other pertinent information may be obtained;
- 11 (3) the general nature of the work to be done; and
- 12 (4) the material, equipment, or supplies to be
- 13 purchased or the nonprofessional services to be rendered.
- 14 (e) A person who desires to bid on the construction of a work
- 15 or project that is advertised for bids shall, on written
- 16 application to the authority, be provided a copy of the plans and
- 17 specifications or other engineering and architectural documents
- 18 showing all of the details of the work to be done. The authority may
- 19 make a charge to cover the cost of making the copy.
- 20 (f) A bid must be:
- 21 (1) in writing;
- 22 (2) sealed and delivered to the authority; and
- 23 (3) accompanied by a certified check drawn on a
- 24 responsible bank in this state or, at the discretion of the
- 25 authority, a bid bond from a company approved by the authority, in
- 26 an amount equal to at least one percent of the total amount bid.
- 27 (g) The authority shall open bids at the place specified in
- 28 the published notice. The authority shall announce the bids. The
- 29 place where the bids are opened and announced must be open to the
- 30 public. The board shall make the award of the contract.
- 31 (h) The person with whom a contract is made shall provide
- 32 the performance and payment bonds required by law.
- 33 (i) A check or bond provided under Subsection (f) is
- 34 forfeited to the authority if the successful bidder fails or

- 1 refuses to:
- 2 (1) enter into a proper contract; or
- 3 (2) provide a bond as required by law.
- 4 (j) The authority may reject any or all bids and may waive
- 5 any irregularity in the bids.
- 6 (k) This section does not prohibit the authority from taking
- 7 the following actions by negotiated contract and without necessity
- 8 for advertising for bids:
- 9 (1) purchasing or acquiring land or an interest in
- 10 land from any person;
- 11 (2) acquiring, constructing, or improving pollution
- 12 control or waste collection and disposal facilities as provided by
- 13 Chapter 30, Water Code, Chapter 383, Health and Safety Code, or
- 14 other applicable law; or

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- 15 (3) purchasing or acquiring surplus property from a
- 16 governmental entity. (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 30(a),
- 17 (b), (c), (d), (e), (g), (h).)

18 <u>Source Law</u>

- Sec. 30. Α construction, (a) maintenance, operation, or repair contract, a contract for the purchase of material, equipment, or supplies, or a for than contract services other technical, scientific, legal, fiscal, or other professional services, that will require an estimated expenditure of more than \$10,000, or is for a term of six months or more, shall be awarded to the lowest and best bidder. A notice to bidders shall be published once each week for three consecutive weeks before the date set for If the board finds that an awarding the contract. exists, the board emergency may contracts necessary to protect and preserve the public health and welfare or the property of the authority without using the bidding procedures.
- (b) The notice of bids is sufficient if it states the time and place at which the bids will be opened, the general nature of the work to be done, the material, equipment, or supplies to be purchased, or the nonprofessional services to be rendered, and states the terms on which copies of the plans, specifications, or other pertinent information may be obtained.
- (c) Notice shall be published in a newspaper with general circulation in the authority and may also be published in any other appropriate publication.
- (d) A person who desires to bid on the construction of any work or project that is advertised for bids shall, on written application to the authority, be furnished with a copy of the plans and specifications or other engineering and architectural

documents showing the work to be done and all of the details of the work to be done. The authority may make a charge to cover the cost of making the copy. Bids must be in writing, and sealed and delivered to the authority, and must be accompanied by a certified check on a responsible bank in this state or, at the discretion of the authority, a bid bond from a company approved by the authority, for at least one percent of the total amount bid. The check or bond is forfeited to the authority if the successful bidder fails or refuses to enter into a proper contract or fails or refuses to furnish bond as required by law. Any or all bids may be rejected by the authority, and the authority may waive any irregularity in the bids.

(e) Bids shall be opened at the place specified in the published notice and shall be announced by the authority. The place where the bids are opened and announced shall be open to the public. The award of the contract shall be made by the board.

(g) The person, firm, or corporation with whom the contract is made shall provide the performance and payment bonds required by law.

(h) This section does not prohibit the authority from purchasing or acquiring land or interests in land from any person, or from acquiring, constructing, or improving pollution control or waste collection and disposal facilities as provided by Chapter 30, Water Code, the Clean Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes), or other applicable laws, or purchasing or acquiring surplus property from a governmental entity by negotiated contract and without necessity for advertising for bids.

Revisor's Note

Section 30(g), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, requires a person, "firm, or corporation" to provide certain bonds. The revised law omits the quoted language because under Section 311.005(2), Government Code (Code Construction Act), "person" is defined to include any legal entity.

Revised Law

Sec. 8508.0120. CONSTRUCTION CONTRACTS: PAYMENT. (a) The contract price of any construction contract of the authority may be paid in partial payments as the work progresses, but the payments may not exceed 90 percent of the amount due at the time of the payments as shown by the report of the engineer of the authority.

(b) During the progress of the work, the executive director 48 shall inspect the construction or have the construction inspected 49 by the authority's engineer or the engineer's assistants.

- 1 (c) On certification of the executive director and the
- 2 authority's engineer of the completion of the contract in
- 3 accordance with its terms and, in the case of any construction
- 4 contract for which notice to bidders is required by this chapter, on
- 5 approval of the board, the board shall draw a warrant on its
- 6 depository to pay the balance due on the contract. (Acts 69th Leg.,
- 7 1st C.S., Ch. 3, Sec. 30(f).)

9 contract price of all construction (f)The 10 contracts of the authority may be paid in partial payment as the work progresses, but the payments shall 11 not exceed 90 percent of the amount due at the time of 12 13 the payment as shown by the report of the engineer of 14 the authority. During the progress of the work, the executive director shall inspect the construction or have the construction inspected by the authority's 15 16 engineer or his assistants. On certification of the 17 executive director and the authority's engineer of the 18 19 completion of the contract in accordance with terms, and in the case of any construction contract for which notice to bidders is required by this Act, on 20 21 approval of the board, the board shall draw a warrant 22 23 on its depository to pay the balance due on the 24 contract.

25 Revised Law

- Sec. 8508.0121. CONFLICT OF INTEREST IN CONTRACT. An
- 27 officer, agent, or employee of the authority who is financially
- 28 interested in a contract shall disclose that fact to the board
- 29 before the board votes on the acceptance of the contract. (Acts
- 30 69th Leg., 1st C.S., Ch. 3, Sec. 30(i).)

31 Source Law

(i) An officer, agent, or employee of the authority who is financially interested in a contract shall disclose that fact to the board before the board votes on the acceptance of the contract.

36 Revised Law

- 37 Sec. 8508.0122. SURVEYS AND ENGINEERING INVESTIGATIONS.
- 38 The authority may make surveys and engineering investigations to
- 39 develop information for its use. (Acts 69th Leg., 1st C.S., Ch. 3,
- 40 Sec. 34 (part).)

41 Source Law

Sec. 34. The authority may make surveys and engineering investigations to develop information for its use, and . . .

1 Revised Law 2 Sec. 8508.0123. PLANS. The board may make and determine 3 plans necessary to accomplish the purposes for which the authority 4 is created and may carry out the plans. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 34 (part).) 5 6 Source Law Sec. 34. . . the board may make and determine plans necessary to accomplish the purposes for which 7 8 9 the authority is created and may carry out the plans. 10 Revised Law ACCESS TO AUTHORITY PROPERTY. Sec. 8508.0124. (a) Тο 11 provide for the safety and welfare of persons and their property or 12 for the protection and security of the authority's property and 13 14 facilities, the board may adopt rules with respect to the 15 authority's property and any water reservoir dam the oΥ construction, operation, or management of which is participated in 16 17 by the authority to control and regulate: 18 (1)ingress, egress, and use; and the operation of land and water vehicles. 19 (2)20 All public roads, streets, and state highways that as of (b)

- August 29, 1985, traversed the areas to be covered by any impounded 2.1
- water shall remain open as a way of public passing to and from the 22
- 23 lakes created, unless changed by the authority. (Acts 69th Leg.,
- 1st C.S., Ch. 3, Sec. 35.) 24

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25 Source Law

To provide for the safety and Sec. 35. (a) welfare of persons and their property or for the protection and security of the property and facilities of the authority, the board may adopt rules with respect to the property of the authority and any water reservoir or dam, the construction, operation, or management of which is participated in by the management of which is participated in by the authority, to control and regulate ingress, egress, and use, and the operation of land and water vehicles.

(b) All public roads, streets, and highways now traversing the areas to be covered by any impounded water shall remain open as a way of public passing to and from the lakes created, unless changed

by the authority. 39

40 Revisor's Note

41 Section 35(b), Chapter 3, Acts of the 69th

- 1 Legislature, 1st Called Session, 1985, refers to
- 2 public roads, streets, and state highways "now"
- 3 traversing certain areas. The revised law refers to
- 4 public roads, streets, and state highways "that as of
- 5 August 29, 1985," traversed those areas because that
- 6 was the effective date of Chapter 3.

7 Revised Law

- 8 Sec. 8508.0125. AUTHORITY TO EXERCISE POWERS OF POLITICAL
- 9 SUBDIVISIONS UNDER WATER CODE. The authority may exercise:
- 10 (1) the powers vested in political subdivisions under
- 11 Title 2, Water Code; and
- 12 (2) the powers necessary to enable the authority to
- 13 participate in programs administered by the development board,
- 14 including programs for:
- 15 (A) the acquisition and development of
- 16 facilities;
- 17 (B) the sale or lease of facilities; and
- 18 (C) financial assistance to political
- 19 subdivisions. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 37.)

20 Source Law

- Sec. 37. (a) The authority has and may exercise all the powers vested in political
- subdivisions under Title 2, Water Code.
- The authority has and may 24 the exercise 25 enable the powers necessary to authority to participate in the programs administered by the development board for the acquisition and development 26 27 of facilities, the sale or lease of facilities, financial assistance to political subdivisions, and 28 29 30 other programs administered by the development board.

31 Revised Law

- 32 Sec. 8508.0126. LIMITATIONS ON POWERS AND DUTIES OF
- 33 AUTHORITY; COMMISSION APPROVAL OF CERTAIN PLANS. (a) The powers
- 34 granted and duties prescribed by this chapter are subject to all
- 35 legislative declarations of public policy in the maximum use of the
- 36 storm water, floodwater, and unappropriated flow water of the basin
- 37 for the purposes for which the authority is created.
- 38 (b) The commission shall consider the adequacy of, and

- 1 approve or refuse to approve, any flood control or conservation
- 2 improvement plan that:

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- 3 (1) is devised by the authority to achieve a plan or
- 4 purpose for which the authority was created; and
- 5 (2) contemplates improvements that are to be
- 6 supervised by the commission under general law. (Acts 69th Leg.,
- 7 1st C.S., Ch. 3, Secs. 39(a) (part), (b).)

8 Source Law

Sec. 39. (a) The powers and duties granted and prescribed by this Act are taken subject to all legislative declarations of public policy in the maximum use of the storm water, floodwater, and unappropriated flow water of the basin for the purposes for which the authority is created and . . .

purposes for which the authority is created and (b) The commission shall approve or refuse to approve the adequacy of any plan or plans for flood control or conservation improvement purposes devised by the authority for the achievement of the plans and purposes intended in the creation of the authority and that contemplate improvements supervised by the commission under general law.

commission under general law.

Revisor's Note

Section 39(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that the powers and duties of the authority are subject to the supervision of the state, acting through the commission. The revised law omits the provision because it duplicates, in substance, part of Section 12.081, Water Code, which applies to the authority.

The omitted law reads:

Sec. 39. (a) [The powers and duties granted and prescribed by this Act are] . . . subject to the continuing right of supervision of the state through the commission.

36 Revised Law

- 37 Sec. 8508.0127. SUITS. (a) The authority may sue and be 38 sued in the name of the authority.
- 39 (b) Service of process may be accomplished by serving the 40 presiding officer or a vice president of the board or the executive 41 director. (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 15(a), (b).)

Т	Source Law
2 3 4 5 6	Sec. 15. (a) The authority may sue and be sued in the name of the authority. (b) Service of process may be accomplished by serving the president or vice-president of the board or the executive director.
7	Revisor's Note
8	(1) Section 15(b), Chapter 3, Acts of the 69th
9	Legislature, 1st Called Session, 1985, refers to the
10	"president" of the board, meaning the board's
11	presiding officer. For consistency with other
12	sections of this chapter, the revised law substitutes
13	"presiding officer" for "president."
14	(2) Section 15(c), Chapter 3, Acts of the 69th
15	Legislature, 1st Called Session, 1985, requires courts
16	to take judicial notice of the establishment of the
17	authority. The revised law omits that provision
18	because it duplicates, in substance, part of Section
19	49.066, Water Code. The omitted law reads:
20 21 22	(c) All courts of this state shall take judicial notice of the establishment of the district.
23 24	Revisor's Note (End of Subchapter)
25	(1) Section 14, Chapter 3, Acts of the 69th
26	Legislature, 1st Called Session, 1985, requires the
27	authority to adopt a seal. The revised law omits that
28	provision because it duplicates Section 49.061, Water
29	Code. The omitted law reads:
30 31	Sec. 14. The authority shall adopt a seal.
32	(2) Section 28, Chapter 3, Acts of the 69th
33	Legislature, 1st Called Session, 1985, provides that
34	the authority may use public roadways, streets, or
35	alleys or public easements. The revised law omits the
36	provision because it duplicates, in substance, Section
37	49.220, Water Code. The omitted law reads:
38	Sec. 28. The authority may use any

1 2 3 4 5 6	public roadways, streets, alleys, or public easements inside or outside the boundaries of the authority in the exercise of its powers or the accomplishment of its purposes without the necessity of securing a franchise.
7	SUBCHAPTER D. REGULATORY POWERS; ENFORCEMENT AND COURT REVIEW
8	PROVISIONS
9	Revised Law
10	Sec. 8508.0151. ADOPTION AND ENFORCEMENT OF RULES. (a) The
11	authority may adopt and enforce rules reasonably required to carry
12	out this chapter.
13	(b) The board shall adopt rules necessary for the conduct of
14	the authority's business.
15	(c) In adopting rules, the board shall comply, as
16	appropriate, with the requirements of Chapters 2001 and 2002,
17	Government Code.
18	(d) The board shall print its rules and provide copies to
19	any person on written request. (Acts 69th Leg., 1st C.S., Ch. 3,
20	Secs. 6(h), 31.)
21	Source Law
22 23 24 25	[Sec. 6] (h) The board shall adopt and may amend necessary rules for the conduct of the authority's business.
26 27 28	Sec. 31. (a) The authority may adopt and enforce rules reasonably required to carry out this Act.
29 30 31 32 33	(b) In adopting rules, the board shall comply, as appropriate, with the requirements of the Administrative Procedure and Texas Register Act (Article 6252-13a, Vernon's Texas Civil Statutes). (c) The board shall print its rules and furnish copies to any person on written request.
35	Revisor's Note
36	(1) Section 6(h), Chapter 3, Acts of the 69th
37	Legislature, 1st Called Session, 1985, provides that
38	the board "shall adopt and may amend" rules for
39	conducting the authority's business. The revised law
40	omits the provision authorizing the board to amend

to amend rules.

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rules because the duty to adopt rules implies the power

1 (2) Section 31(b), Chapter 3, Acts of the 69th
2 Legislature, 1st Called Session, 1985, refers to "the
3 Administrative Procedure and Texas Register Act
4 (Article 6252-13a, Vernon's Texas Civil Statutes)."
5 Article 6252-13a was revised in 1993 as Chapters 2001
6 and 2002, Government Code. The revised law is drafted
7 accordingly.

8 Revised Law

- 9 Sec. 8508.0152. CIVIL PENALTY; INJUNCTIVE RELIEF. (a) A
 10 person who violates a rule or order of the authority is subject to a
 11 civil penalty of not less than \$50 or more than \$1,000 for each day
 12 of violation.
- 13 (b) The authority may sue to recover the penalty in a 14 district court in the county in which the violation occurred. A 15 penalty shall be paid to the authority.
- 16 (c) The authority may sue for injunctive relief in a 17 district court in the county in which the violation of a rule or 18 order occurred or is threatened.
- 19 (d) The authority may sue for injunctive relief and a 20 penalty in the same proceeding. (Acts 69th Leg., 1st C.S., Ch. 3, 21 Sec. 32.)

22 <u>Source Law</u>

- Sec. 32. (a) A person who violates a rule or order of the authority is subject to a civil penalty of not less than \$50 nor more than \$1,000 for each day of violation.
 - (b) The authority may sue to recover the penalty in a district court in the county in which the violation occurred. Penalties shall be paid to the authority.
 - authority.

 (c) The authority may sue for injunctive relief in a district court in the county in which the violation of any rule or orders occurred or is threatened.
- (d) The authority may sue for injunctive relief and penalties in the same proceeding.

37 <u>Revised Law</u>

Sec. 8508.0153. COURT REVIEW. (a) A person who is adversely affected by a rule or order of the authority may sue the authority in a district court to set aside the rule or order before

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- 1 the 31st day after the date on which the rule or order takes effect.
- 2 (b) Venue for a suit under Subsection (a) is in any county
- 3 located wholly or partly in the authority. (Acts 69th Leg., 1st
- 4 C.S., Ch. 3, Sec. 33.)

5 Source Law

- Sec. 33. (a) A person who is adversely affected by a rule or order of the authority may sue the authority in a district court to set aside the rule or order before the 31st day after the day on which the rule or order takes effect.
- 11 (b) Venue for suits under Subsection (a) of this 12 section is in any county located wholly or partially in 13 the authority.
- 14 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS

15 Revised Law

- Sec. 8508.0201. DISBURSEMENT OF MONEY. The authority may
- 17 disburse its money only by a check, draft, order, or other
- 18 instrument signed by the person or persons authorized in the
- 19 board's rules or by board resolution. (Acts 69th Leg., 1st C.S.,
- 20 Ch. 3, Sec. 40.)

21 Source Law

- Sec. 40. The authority's money may be disbursed only by check, draft, order, or other instrument, signed by the person or persons authorized in the board's rules, or by resolution of the board.
- 26 <u>Revised Law</u>
- Sec. 8508.0202. ACCOUNTS, CONTRACTS, AND OTHER RECORDS;
- 28 PUBLIC INSPECTION. (a) The authority shall keep complete and
- 29 accurate accounts of its business transactions in accordance with
- 30 generally accepted methods of accounting.
- 31 (b) The authority shall keep its accounts, contracts,
- 32 documents, minutes, and other records at its principal office.
- 33 (c) Except as otherwise required by law, the authority may
- 34 not disclose any records that it has relating to trade secrets or
- 35 the economics of operation of any business or industry.
- 36 (d) Except as provided by Subsection (c), the authority
- 37 shall permit reasonable public inspection of its records during
- 38 regular business hours under rules adopted by the board. (Acts 69th
- 39 Leg., 1st C.S., Ch. 3, Secs. 13(a), (c), (d), (e).)

1	Source Law
2 3 4 5	Sec. 13. (a) The authority shall keep complete and accurate accounts of its business transactions in accordance with generally accepted methods of accounting.
6 7 8 9 10 11 12 13 14 15	 (c) The authority shall keep its accounts, contracts, documents, minutes, and other records at its principal office. (d) Except as otherwise required by law, the authority shall not disclose any records that it has relating to trade secrets or economics of operation of any business or industry. (e) Except as provided by Subsection (d) of this section, the authority shall permit reasonable public inspection of its records during regular business hours under rules adopted by the board.
17	Revised Law
18	Sec. 8508.0203. FEES AND CHARGES. (a) The authority shall
19	establish fees and charges.
20	(b) The fees and charges may not exceed the amount necessary
21	to fulfill the obligations imposed by this chapter. (Acts 69th
22	Leg., 1st C.S., Ch. 3, Sec. 41.)
23	Source Law
24 25 26	Sec. 41. The authority shall establish fees and charges that may not be higher than necessary to fulfill the obligations imposed by this Act.
27	Revised Law
28	Sec. 8508.0204. TRUST MONEY. Money collected by or
29	donated, granted, loaned, or advanced to the authority is trust
30	money for the purposes provided by this chapter. (Acts 69th Leg.,
31	1st C.S., Ch. 3, Sec. 44.)
32	Source Law
33 34 35 36	Sec. 44. Money collected by or donated, granted, loaned, or advanced to the authority is declared to be trust funds for the purposes provided by this Act.
37	Revised Law
38	Sec. 8508.0205. TAXES AND TAX DEBT PROHIBITED. The
39	authority may not:
10	(1) impose a tax; or
41	(2) create debt payable from taxes. (Acts 69th Leg.,
12	1st C.S., Ch. 3, Sec. 1(c).)

1 Source Law

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(c) The authority created under this section may not levy any taxes or create any debt payable out of taxation.

Revisor's Note

- (1) Section 1(c), Chapter 3, Acts of the 69th
 Legislature, 1st Called Session, 1985, refers to
 "[t]he authority created under this section." The
 revised law omits the phrase "created under this
 section" because "authority" is a defined term under
 this chapter.
- (2) Section 1(c), Chapter 3, Acts of the 69th
 Legislature, 1st Called Session, 1985, provides that
 the authority may not "levy" taxes. The revised law
 substitutes "impose" for "levy" because "impose" is
 the term generally used in Title 1, Tax Code, and
 includes the levy of a tax.

18 Revised Law

- Sec. 8508.0206. DEPOSITORY. (a) The board shall designate one or more banks inside or outside the authority to serve as a depository for the authority's money.
- (b) Authority money shall be deposited in a depository bank, except that the following may be handled as provided in a trust indenture or resolution:
- 25 (1) bond proceeds or proceeds of other obligations;
- 26 (2) money pledged to pay the obligations described by 27 Subdivision (1);
- 28 (3) money placed in special funds; and
- 29 (4) money remitted to a bank of payment for the payment 30 of the principal of and interest on obligations.
- 31 (c) To the extent that money in a depository bank or a
- 32 trustee bank is not invested or insured by the Federal Deposit
- 33 Insurance Corporation, the money must be secured in the manner
- 34 provided by law for the security of county money.
- 35 (d) The board shall prescribe the term of service for a

- 1 depository.
- 2 (e) Before designating a depository bank, the board shall:
- 3 (1) publish notice one time in one or more newspapers
- 4 of general circulation in the authority that are specified by the
- 5 board; or
- 6 (2) mail a copy of the notice to each bank inside the
- 7 authority.
- 8 (f) The notice must:
- 9 (1) state the time and place at which the board will
- 10 meet to designate a depository bank or banks; and
- 11 (2) invite the banks to submit an application to be
- 12 designated a depository.
- 13 (g) At the time stated in the notice, the board shall:
- 14 (1) consider the application and the management and
- 15 condition of each bank that applies; and
- 16 (2) designate as a depository the bank or banks:
- 17 (A) that offer the most favorable terms for
- 18 handling the money; and
- 19 (B) that the board finds have proper management
- 20 and are in condition to handle the money.
- (h) Membership on the board of an officer or director of a
- 22 bank does not disqualify the bank from being designated as a
- 23 depository.
- 24 (i) If the board does not receive an application before the
- 25 time stated in the notice, the board shall designate one or more
- 26 banks inside or outside the authority as a depository on terms the
- 27 board considers advantageous to the authority. (Acts 69th Leg.,
- 28 1st C.S., Ch. 3, Sec. 47.)

29 <u>Source Law</u>

- 30 Sec. 47. (a) The board shall designate one or more banks inside or outside the authority to serve as
- depository for the funds of the authority.
- 33 (b) All money of the authority shall be 34 deposited in the depository bank or banks except that 35 bond proceeds or proceeds of other obligations, money
- pledged to pay those obligations, money placed in special funds, and money remitted to a bank of payment
- for the payment of the principal of and interest on

obligations, may be handled as provided in a trust indenture or resolution.

To the extent that funds in the depository banks or a trustee bank are not invested or insured by the Federal Deposit Insurance Corporation, they shall be secured in the manner provided by law for the security of county funds.

(d) Before designating a depository bank or banks, the board shall issue a notice stating the time and place at which the board will meet to designate the inviting the banks to depositories and submit applications to be designated depositories. of service for depositories shall be prescribed by the board. The notice shall be published one time in a newspaper or newspapers of general circulation in the authority and specified by the board, or in lieu of publication, a copy of the notice may be mailed to each

bank inside the boundaries of the authority.

(e) At the time stated in the notice, the board shall consider the applications and the management and conditions of the banks filing them, and shall filing the banks them, and designate as depositories the bank or banks that offer most favorable terms and conditions for the handling of the funds of the authority and that the board finds have proper management and condition to warrant handling of authority funds. Membership on the board of an officer or director of a disqualify does not the bank from being bank designated as depository.

If no applications are received by the time (f)stated in the notice, the board shall designate a bank or banks inside or outside the authority as depository terms and conditions the board on considers

advantageous to the authority.

Revisor's Note

Sections 47(e) and (f), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refer to the "terms and conditions" that a bank proposes or agrees to for serving as the authority's depository. The revised law omits "conditions" because, in this context, the meaning of "conditions" is included in the meaning of "terms."

Revised Law

44 Sec. 8508.0207. INVESTMENT OF AUTHORITY MONEY; APPLICATION 45 OF INCOME FROM INVESTMENTS. (a) Money in the treasury that is not 46 required for the current payment of obligations of the authority or 47 for sinking funds and that the board considers available for investment may be invested or reinvested by the authority in: 48

- direct obligations of the United States;
- 50 obligations the principal and interest of which are guaranteed by the United States; 51

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1 (3) direct obligations of participation or 2 certificates guaranteed by: 3 (A) a farm credit bank; 4 (B) the Federal National Mortgage Association; (C) a federal home loan bank; or 5 6 (D) a bank for cooperatives; 7 certificates of deposit of a bank or trust company 8 the deposits of which are fully secured by a pledge of securities of any of the institutions specified by this subsection; 9 other securities eligible for investment under 10 (5) 11 other laws; or a combination of the investments listed in this 12 13 subsection. The board shall determine the type and maturity of 14 (b) investments made under this section. 15 16 A resolution relating to the issuance of bonds or other 17 obligations must include appropriate provisions relating to the investment of money in funds established in connection with the 18 authorization of those bonds or other obligations. 19 20 The board shall direct the application of income from investments made under this section. (Acts 69th Leg., 1st C.S., Ch. 21 22 3, Sec. 45.) 23 Source Law Sec. 45. (a) Funds in the treasury that are not required for current payment of obligations of the authority or for sinking funds and that the board (a) Funds in the treasury that are not 24 25 26 27 considers available for investment may be invested or 28 reinvested by the authority in: 29 (1)direct obligations of or obligations 30 the principal and interest of which are guaranteed by 31 the United States; 32 direct obligations of or participation (2) certificates guaranteed by the Federal Intermediate Credit Banks, Federal Land Banks, Federal National Mortgage Association, Federal Home Loan Banks, and 33 34 35 36 Banks for Cooperatives; 37 certificates of deposit of any bank or 38 trust company the deposits of which are fully secured 39 by a pledge of securities of any of the institutions

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securities eligible

any combination of the investments

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specified in this subsection;

investment under other laws; or

any other

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listed in this subsection.

(b) The type and maturity of investments made under this section shall be determined by the board which, in the case of funds established in connection with the authorization of bonds or other obligations, shall include appropriate provisions relating to those investments in the resolution relating to the issuance of those bonds. Income and profits on such investments shall be applied as directed by the board.

Revisor's Note

- (1) Section 45(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to investment or reinvestment in direct obligations of or participation certificates guaranteed by the "Federal Intermediate Credit Banks" and the "Federal Land Banks." Under the Agricultural Credit Act of 1987 (Pub. L. No. 100-233), each of the 12 federal intermediate credit banks was merged with a federal land bank to create 12 farm credit banks. See 12 U.S.C. Section 2011. The revised law reflects that change.
- (2) Section 45(b), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that, in the case of funds established in connection with the authorization of "bonds or other obligations," the resolution relating to the issuance of "those bonds" shall include certain provisions. The revised law refers to a resolution relating to the issuance of "bonds or other obligations" for consistency of terminology.
- (3) Section 45(b), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to "[i]ncome and profits" from investments. The revised law omits the reference to "profits" because "profits" is included in the meaning of "income."

Revised Law

Sec. 8508.0208. FISCAL YEAR. The authority's fiscal year ends on August 31 of each year. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 46(a).)

1	Source Law		
2	Sec. 46. (a) The fiscal year of the authority ends on August 31 of each year.		
4	Revised Law		
5	Sec. 8508.0209. AUDIT. (a) In addition to including the		
6	information required by Subchapter G, Chapter 49, Water Code, the		
7	audit report prepared under that subchapter must state:		
8	(1) the amount of money received by the authority		
9	under this chapter during the preceding fiscal year; and		
10	(2) how, to whom, and for what purpose the money was		
11	spent.		
12	(b) A copy of the audit report prepared under Subchapter G,		
13	Chapter 49, Water Code, shall be filed:		
14	(1) as required by Section 49.194, Water Code;		
15	(2) with the governor;		
16	(3) with the lieutenant governor;		
17	(4) with the speaker of the house of representatives;		
18	(5) with the attorney general; and		
19	(6) with the comptroller. (Acts 69th Leg., 1st C.S.,		
20	Ch. 3, Secs. 46(c), (d); New.)		
21	Source Law		
22 23 24 25 26 27 28 29 30	 (c) The audit shall state the amount of money received by the authority under this Act during the preceding fiscal year, and how, to whom, and for what purpose the money was spent. (d) A copy of the audit report shall be filed with the authority, the governor, the lieutenant governor, the speaker of the house of representatives, the attorney general, the commission, and the comptroller of public accounts. 		
31	Revisor's Note		
32	(1) Section 46, Chapter 3, Acts of the 69th		
33	Legislature, 1st Called Session, 1985, refers to		
34	various audit procedures, including requirements		
35	regarding the contents of, and the filing of copies of,		
36	the audit report. The revised law omits certain of		
37	those procedures for the following reasons. Chapter		
38	49, Water Code, which was enacted by Chapter 715, Acts		

of the 74th Legislature, Regular Session, 1995, applies to the authority by application of Sections 49.001 and 49.002 of that chapter. As further detailed in the revisor's notes that follow, certain procedural requirements of Section 46, Chapter 3, have been omitted as superseded by Subchapter G, Chapter 49, Water Code. Section 49.191(b), Water Code, provides that in all areas of conflict Subchapter G "shall take precedence over all prior statutory enactments."

For context and the convenience of the reader, the revised law adds references to the audit report prepared under Subchapter G, Chapter 49, Water Code, and to Section 49.194 of that code, which governs the filing of the report.

The revised law omits the requirement that a copy of the audit report be filed with the authority because it duplicates or is superseded by Section 49.194(c), Water Code.

The Texas Commission on Environmental Quality is the successor to the Texas Water Commission. The revised law omits a requirement that a copy of the audit report be filed with the Texas Commission on Environmental Quality because it duplicates or is superseded by Section 49.194(a), Water Code.

(2) Section 46(b), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that, on or before January 1 following the close of each fiscal year, the state auditor shall audit the books and accounts of the authority for the preceding fiscal year. The revised law omits that provision as superseded by Section 49.191, Water Code (enacted by Section 2, Chapter 715, Acts of the 74th Legislature, Regular Session, 1995), which requires an annual audit by a certified public accountant or public accountant

- holding a permit from the Texas State Board of Public Accountancy to be completed within 120 days after the close of the authority's fiscal year. The omitted law reads:
 - (b) On or before January 1 following the close of each fiscal year, the state auditor shall audit the books and accounts of the authority for the preceding fiscal year.
- Section 46(e), Chapter 3, Acts of the 69th (3) Legislature, 1st Called Session, 1985, prescribes the procedure for the reimbursement of the state by the authority for the cost of the audit. The revised law omits that provision because, to the extent it requires the authority to pay the cost of the audit, it duplicates Section 49.191(a), Water Code, and, to the extent it requires that the payment be made to the state, it is superseded by Sections 49.191(b) and (c), Water Code (enacted by Section 2, Chapter 715, Acts of the 74th Legislature, Regular Session, 1995), which provide that the person who performs the audit shall be a certified public accountant or public accountant holding a permit from the Texas State Board of Public Accountancy. The omitted law reads:
 - (e) After completing the audit report, the state auditor shall prepare a statement showing the actual cost of the audit and shall certify the statement to the governor for his approval. After the statement is approved by the governor, it shall be delivered to the authority. The authority shall pay for the cost of the audit by depositing the money for the audit with the state treasurer, who shall place the money in the general revenue fund.
- (4) Section 46(f), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that Section 46 does not prohibit the authority from employing the professional services of accountants for any purposes. The revised law omits that provision as unnecessary because the provisions of Section 46

1	pertaining to the conducting of the audit by the state
2	auditor are omitted from the revised law for the reason
3	stated in Revisor's Notes (2) and (3) and therefore
4	there is no reason the revised law would be interpreted
5	as prohibiting the authority from employing the
6	services of an accountant for any purpose. The omitted
7	law reads:

8 (f) This section does not prohibit 9 the authority from employing the 10 professional services of accountants for 11 any purposes.

SUBCHAPTER F. OBLIGATIONS RELATING TO BORROWED MONEY OR GRANTS

13 Revised Law

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- Sec. 8508.0251. LOANS AND GRANTS. (a) The authority may:
- (1) borrow money or accept a grant or donation for its corporate purposes from any person, including a private source, the United States, this state, or a local government; and
- 18 (2) enter into an agreement in connection with a loan, 19 grant, or donation accepted under Subdivision (1).
- 20 (b) The source of money accepted by the authority is public 21 information. (Acts 69th Leq., 1st C.S., Ch. 3, Sec. 42.)

22 Source Law

Sec. 42. (a) The authority may borrow money and accept grants and donations for its corporate purposes from private sources, the United States, the state, local governments, or any other person. The authority may enter into any agreement in connection with the loan, grant, or donation that is not in conflict with the constitution and laws of this state.

(b) The sources of any funds accepted by the authority are public information.

Revisor's Note

Section 42(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that the authority may enter into an agreement "that is not in conflict with the constitution and laws of this state." The revised law omits the quoted language because the absence of the language does not imply that the authority is authorized to take actions

- 1 inconsistent with the constitution and laws of this
- 2 state.
- 3 Revised Law
- 4 Sec. 8508.0252. POWER TO APPLY FOR MONEY FOR ENGINEERING
- 5 SURVEYS, DATA COMPILATION AND COLLECTION, AND OTHER PURPOSES. (a)
- 6 The authority may apply to this state, the United States, or any
- 7 other person for money necessary to:
- 8 (1) secure engineering surveys and the compilation and
- 9 collection of data relating to regional and general conditions
- 10 entering into and influencing the character and extent of the
- 11 improvements necessary to accomplish the storage, control,
- 12 transportation, treatment, conservation, and equitable
- 13 distribution to the greatest public advantage of the storm water,
- 14 floodwater, and normal flow water that is stored and controlled; or
- 15 (2) accomplish or carry out any of the other purposes
- 16 of this chapter.

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- 17 (b) The authority:
- 18 (1) shall request an amount it considers sufficient;
- 19 (2) may make the necessary agreements with the party
- 20 providing the money; and
- 21 (3) may appropriate the amount of the estimated
- 22 equitable contribution of the costs of developing essential
- 23 engineering data. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 43.)

24 Source Law

The authority may apply to the state, Sec. 43. United States, or any other person for funds necessary to secure engineering surveys compilation and collection of data relating regional and general conditions entering into to and influencing the character and the extent of the improvements necessary to accomplish the storage, control, transportation, treatment, conservation, and greatest public equitable distribution to the advantage of the storm water, floodwater, and normal flow that is stored and controlled, and to accomplish or carry out any of the other purposes of this Act. The shall request an amount authority it considers sufficient, and may make the necessary agreements with the party providing the funds, and may appropriate the amount of the estimated equitable contribution of the costs of developing essential engineering data.

1 Revised Law

- 2 Sec. 8508.0253. POWER TO ISSUE BONDS OR OTHER OBLIGATIONS.
- 3 (a) For the purpose of carrying out any power provided by this
- 4 chapter, including the payment of the expenses of preparing the
- 5 master plan and the payment of engineering and other expenses, the
- 6 authority may issue bonds or other obligations in one general class
- 7 secured by a pledge of all or part of the revenue accruing to the
- 8 authority from any source, including the revenue received from:
- 9 (1) the sale of water or other products;
- 10 (2) the rendition of services;
- 11 (3) tolls; and
- 12 (4) charges.
- 13 (b) The obligations must be authorized by a board
- 14 resolution. (Acts 69th Leg., 1st C.S., Ch. 3, Secs. 48(a), (b)
- 15 (part).)

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16 <u>Source Law</u>

- Sec. 48. (a) For the purpose of carrying out any power or authority provided by this Act, including the expense of preparing the master plan and the payment of engineering and other expenses, the authority may issue its bonds or other obligations in one general class secured by a pledge of all or part of the revenues accruing to the authority, including without limitations those revenues received from sale of water or other products, rendition of service, tolls, charges, and from all other sources other than ad valorem taxes.
- 28 (b) The bonds shall be authorized by resolution of the board, . . .

<u>Revisor's Note</u>

- Section 48(a), Chapter 3, Acts of the 69th 31 (1)Legislature, 1st Called Session, 1985, refers to 32 carrying out any "power" or "authority" provided by 33 The revised law omits "authority" for the 34 in Revisor's Note 35 reason stated (1)to Section 36 8508.0114.
- (2) Section 48(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, authorizes the authority to issue "bonds or other obligations." Section 48(b) of Chapter 3 provides that the "bonds"

- must be authorized by a board resolution. The revised law provides that the "obligations" must be authorized by a board resolution for consistency of terminology.
- (3) Section 48(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, authorizes the authority to issue bonds or other obligations that are secured by a pledge of the revenue accruing to the authority from any source "other than ad valorem taxes." The revised law omits the quoted language as unnecessary because Section 1(c), Chapter 3, Acts of 69th Legislature, 1st Called Session, 1985, the revised in this chapter as Section 8508.0205, prohibits the authority from imposing a tax or creating debt payable from taxes.
- (4) Section 48(d), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that obligations may be issued in "more than one series, and from time to time, as required for carrying out the purposes of this Act." The revised law omits "more than one series" because it duplicates a provision of Section 1201.022, Government Code. Throughout this chapter, the revised law omits law that is superseded by Chapter 1201, Government Code, or that duplicates contained in that law chapter. Chapter 1201, Government Code, applies to authority obligations under Sections 1201.002 and 1201.003, Government Code. The revised law omits "from time to time" because the power to issue obligations implies the power to do so at any time. The revised law omits "as required for carrying out the purposes of this Act" because Section 48(a), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, revised in this section, authorizes the authority to issue obligations for the purposes of the act. The omitted law reads:

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1 Obligations may be issued in more 2 than one series, and from time to time, as 3 required for carrying out the purposes of

4 this Act. .

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5 Revised Law

6 Sec. 8508.0254. REFUNDING BONDS. (a) The authority may 7 issue refunding bonds to refund outstanding obligations issued 8 under this chapter.

9 Refunding bonds may be issued in the manner provided by Chapter 1207, Government Code. (Acts 69th Leg., 1st C.S., Ch. 3, 10 11 Sec. 49 (part).)

Source Law

Sec. 49. The authority may issue refunding bonds to refund outstanding obligations issued under this Act. Refunding bonds may be issued by the authority as provided by Chapter 503, Acts of the 54th Legislature, Regular Session, 1955 (Article 717k, Vernon's Texas Civil Statutes), and Chapter 784, Acts 61st Legislature, Regular Session, of the (Article 717k-3, Vernon's Texas Civil Statutes). .

Revisor's Note

- (1)Section 49, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, refers to Chapter 503, Acts of the 54th Legislature, Regular Session, 1955 (Article 717k, Vernon's Texas Civil Chapter 784, Acts of Statutes), and the 61st Legislature, Regular Session, 1969 (Article 717k-3, Vernon's Texas Civil Statutes). Articles 717k and 717k-3 were revised in 1999 Chapter 1207, as Government Code, and the revised law is drafted accordingly.
- (2) Section 49, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that authority obligations may be refunded in the manner provided by any other applicable law. The revised law omits the provision because any other law that permits the refunding of authority obligations applies by its own terms, and it is unnecessary to include an express statement of the applicability of that law in this

1	chapter. The omitted law reads:
2 3 4 5	Sec. 49 Obligations issued at any time by the authority also may be refunded in the manner provided by any other applicable law.
6	Revised Law
7	Sec. 8508.0255. FORM OF OBLIGATIONS. Authority obligations
8	must:
9	(1) be in the form prescribed by the board;
10	(2) be issued in the authority's name;
11	(3) be signed by the presiding officer or a vice
12	<pre>president;</pre>
13	(4) be attested by the secretary; and
14	(5) bear the authority seal. (Acts 69th Leg., 1st
15	C.S., Ch. 3, Secs. 48(b) (part), (c) (part).)
16	Source Law
17 18 19 20 21 22	(b) The bonds shall be issued in the name of the authority, signed by the president or any vice-president, and attested by the secretary. The bonds shall bear the seal of the authority (c) The obligations shall be in the form prescribed by the board,
23	Revisor's Note
24	(1) Sections 48(b) and (c), Chapter 3, Acts of
25	the 69th Legislature, 1st Called Session, 1985, refer
26	variously to "bonds" and "obligations." The revised
27	law refers to "obligations" for consistency of
28	terminology.
29	(2) Section 48(b), Chapter 3, Acts of the 69th
30	Legislature, 1st Called Session, 1985, refers to the
31	board's "president." The revised law substitutes
32	"presiding officer" for "president" for the reason
33	stated in Revisor's Note (1) to Section 8508.0127.
34	(3) Section 48(b), Chapter 3, Acts of the 69th
35	Legislature, 1st Called Session, 1985, authorizes
36	facsimile "printed or lithographed" signatures and
37	seals. The revised law omits those provisions as

unnecessary because the authorization for the use of

1 printed or lithographed signatures duplicates Section 1201.026(a), Government Code, which also provides that 2 3 public securities and interest coupons may be executed 4 with manual or facsimile signatures. The omitted law 5 reads: 6 Ιf authorized (b) board, the signatures of the president or 7 any vice-president, and the secretary or of both may be printed or lithographed on the 8 9 10 obligations, and the seal of the authority 11 may be impressed on the obligations or may 12 be printed or lithographed 13 obligations. 14 Revised Law Sec. 8508.0256. 15 MATURITY. Authority obligations must mature not later than 50 years after the date of their issuance. 16 17 (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 48(c) (part).) 18 Source Law 19 The obligations . . . shall mature serially 20 or otherwise and not to exceed 50 years from their 21 date, . . . 22 Revisor's Note 23 Section 48(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that 24 authority obligations shall mature "serially 25 otherwise." The revised law omits the quoted language 26 it duplicates 27 1201.022(a)(1), because Section Government Code. 2.8 29 Revised Law 30 Sec. 8508.0257. TRUST INDENTURE. Authority obligations may be further secured by a trust indenture with a corporate trustee. 31 (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 48(c) (part).) 32 33 Source Law 34 The obligations may be further 35 secured by a trust indenture with a corporate trustee. 36 Revised Law 37 Sec. 8508.0258. ADDITIONAL OBLIGATIONS. Α pledge of

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revenue may reserve the right, under specified conditions, to issue

additional obligations that will be on a parity with or subordinate

- 1 to the obligations then being issued. (Acts 69th Leg., 1st C.S.,
- 2 Ch. 3, Sec. 48(d) (part).)

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3 Source Law

(d) . . . A pledge of revenue may reserve the right, under specified conditions, to issue additional obligations that will be on a parity with or subordinate to the obligations then being issued.

8 Revised Law

9 Sec. 8508.0259. ADDITIONAL **PROVISIONS** TNRESOLUTION AUTHORIZING OBLIGATIONS OR TRUST INDENTURE. 10 (a) The resolution 11 authorizing obligations or the trust indenture further securing 12 obligations may specify additional provisions that constitute a 13 contract between the authority and the owners of those obligations.

(b) The board may provide for the additional provisions, including a corporate trustee or receiver provided by the authority to take possession of authority facilities in the event of the authority's default in fulfilling the covenants. (Acts 69th Leg., 1st C.S., Ch. 3, Sec. 48(f).)

Source Law

(f)The resolution authorizing the obligations the indenture further securing trust or obligations may specify additional provisions constitute a contract between the authority and the owners of those obligations. The board may provide for additional provisions, including trustee or receiver provided by the authority to take possession of facilities of the authority in the event of default on the part of the authority in fulfilling the covenants.

Revisor's Note (End of Subchapter)

(1) Section 48(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that authority obligations may be in any denomination. The revised law omits that provision because it duplicates Section 1201.021(1), Government Code. The omitted law reads:

- (c) [The obligations] . . . shall be in any denomination or denominations,
- 41 (2) Section 48(c), Chapter 3, Acts of the 69th

Legislature, 1st Called Session, 1985, provides that authority obligations shall bear interest according to law. The revised law omits that provision as unnecessary because any law that governs the bearing of interest by an authority obligation would necessarily apply on its own terms. The omitted law reads:

- (c) [The obligations] . . . shall bear interest according to law, and . . .
- Section 48(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that authority obligations may be sold at a price and under determined by the board to be the advantageous reasonably obtainable. The revised law omits that provision because it duplicates or superseded by provisions of general law. Section 1204.006, Government Code, provides that an issuer may sell public securities at any price. Section 1204.006 applies to authority bonds under Sections 1204.001 and 1204.002, Government Code. Section 1201.022, Government Code, as amended in 2001, provides that an issuer may sell public securities "under the terms determined by the governing body of the issuer to be in the issuer's best interests." The omitted law reads:
 - (c) [The obligations] . . . may be sold at a price and under terms determined by the board to be the most advantageous reasonably obtainable. . . .
- (4) Section 48(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that the board may make authority bonds callable before maturity at the times and prices prescribed in the bonds. The revised law omits that provision because it duplicates Sections 1201.021 and 1201.022, Government Code, which provide that a public security may be issued as redeemable before maturity and be payable in

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specified amounts and at specified times. The omitted law reads:

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- (c) . . . The board may make the bonds callable before maturity at the times and prices prescribed in the bonds, and
- (5) Section 48(c), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that authority bonds may be made registrable as to principal or as to principal and interest. The revised law omits that provision because it duplicates in substance Section 1201.024(a)(3), Government Code. The omitted law reads:
 - (c) . . . the bonds may be made registrable as to principal or as to both principal and interest. . . .
- (6) Section 48(e), Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, provides that Chapter 656, Acts of the 68th Legislature, Regular Session, 1983 (Article 717q, Vernon's Texas Civil Statutes), applies to the authority, and that the authority is an "issuer" for the purpose of that chapter. Article 717q was revised in 1999 as Chapter 1371, Government Code. By application of Section 1371.001, Government Code, Chapter 1371 applies to the authority and the authority is an "issuer" for purposes of that chapter. It is therefore unnecessary to include an express statement of the applicability of Chapter 1371 in this subchapter. The omitted law reads:
 - (e) The authority is an "issuer" for the purpose of Chapter 656, Acts of the 68th legislature, Regular Session, 1983 (Article 717q, Vernon's Texas Civil Statutes), and that law applies to the authority.
- (7) Section 50, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, requires the authority to deliver bonds it issues to the attorney

general for examination and approval. That section also provides that if obligations are to be issued to finance water-using facilities, before the attorney general approves the obligations the attorney general be furnished a resolution from the Texas Commission on Environmental Quality certifying that the necessary water authority has authorizing it to impound and appropriate the water to In addition, that section be used by the project. requires the attorney general to approve authority bonds if the bonds were authorized under law. Finally, that section provides that after approval obligations must be registered with the comptroller and that after approval and registration the bonds are incontestable. The revised law omits those provisions superseded by Chapter 1202, Government (enacted as Article 3, Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987). 1202.003, Government Code, provides for approval of bonds by the attorney general and requires the attorney general to submit the approved bonds to the comptroller for registration. Section 1202.005, Government Code, requires registration of the bonds by the comptroller. Section 1202.006, Government Code, provides that after approval and registration the bonds are incontestable and binding obligations. Chapter 1202, Government Code, applies to authority by application of Sections 1202.001 1202.003(c), Government Code. The omitted law reads:

Sec. 50. (a) After any bonds, including refunding bonds, are authorized by the authority, the bonds and the record relating to their issuance shall be submitted to the attorney general for his examination as to the validity of those bonds. If obligations are to be issued to finance in whole or in part water-using facilities, before giving his approval the

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attorney general shall be furnished a resolution from the commission certifying that the authority has the necessary water rights authorizing it to impound and appropriate the water to be used by the project. . . .

- (b) If the attorney general finds that the bonds have been authorized and . . . as provided by the constitution and laws of this state, he shall approve the obligations and . . . the obligations then shall be registered by the comptroller of public accounts.
- (c) After approval and registration, the bonds and . . . are valid and binding and are incontestable for any cause.
- Section 50, Chapter 3, Acts of the 69th Legislature, 1st Called Session, 1985, details various procedures regarding approval of bond contracts and proceedings by the attorney general. The revised law omits the portion of Section 50 regarding the validity and incontestability of a contract the proceeds of which are pledged to the payment of a bond as impliedly repealed by Section 1202.006, Government Code (enacted as Section 3.002(d), Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987). Section 1202.006, Government Code, provides that after approval and registration of the bond, the bond and contract are not contestable for any reason. 1202.006 applies to authority bonds by application of Sections 1202.001 and 1202.003(c), Government Code. The omitted law reads:

Sec. 50. (a) obligations recite that they are secured by a pledge of the proceeds of a contract made between the authority and any a copy of ngs of the agency, contract and the proceedings the public agency authorizing the contract also shall be submitted to the attorney general.

- (b) [If the attorney general finds that] . . . the contracts have been made [as provided by the constitution and laws of this state, he shall approve] . . . the contracts and . . .
- (c) [After approval and registration, the bonds and] contracts [are valid and . . . are incontestable for any cause.]
- (9) Section 51, Chapter 3, Acts of the 69th

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Legislature, 1st Called Session, 1985, lists the entities for which authority bonds are legal investments and provides that authority bonds may secure deposits of public funds of the state political subdivisions. The revised law omits the provision relating to the eligibility of authority bonds to be considered as investments for various entities because it duplicates, in substance, Section 49.186(a), Water Code. While Section 51 lists "quardians" and Section 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a guardian is a fiduciary. The revised law omits the provision relating to the use of authority bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes, and last amended in 2009), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of other public agencies, including political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

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                      Sec. 51.
                                  (a)
                                         Authority bonds are
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                 legal and authorized investments for:
32
                            (1)
                                  banks;
33
                            (2)
                                  savings banks;
34
                            (3)
                                  trust companies;
35
                            (4)
                                  savings
                                                 and
                                                           loan
                 associations;
36
37
                                  insurance companies;
                            (5)
38
                            (6)
                                  fiduciaries;
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1 2 3 4 5 6 7 8 9 10 11 12 13 14 15	(7) trustees; (8) guardians; and (9) sinking funds of cities, counties, school districts, and other political subdivisions of the state and other public funds of the state and its agencies, including the permanent school fund. (b) Authority bonds are eligible to secure deposits of public funds of the state and cities, counties, school districts, and other political subdivisions of the state. The bonds are lawful and sufficient security for deposits to the extent of their value.
16 17	Revisor's Note (End of Chapter)
18	Section 17, Chapter 276, Acts of the 85th
19	Legislature, Regular Session, 2017, recites
20	legislative findings regarding procedural
21	requirements for legislation affecting the authority
22	under the constitution and other laws and rules,
23	including proper legal notice and the filing of
24	recommendations. The revised law omits those
25	provisions as executed. The omitted law reads:
26 27 28 33 33 33 33 33 33 34 41 42 44 45 46 47 49 51	Sec. 17. (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.
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12	CHAPTER 8509. PALO DURO WATER DISTRICT
13	SUBCHAPTER A. GENERAL PROVISIONS
14	Revised Law
15	Sec. 8509.0001. DEFINITIONS. In this chapter:
16	(1) "Board" means the district's board of directors.
17	(2) "Commission" means the Texas Commission on
18	Environmental Quality.
19	(3) "Director" means a board member.
20	(4) "District" means the Palo Duro Water District.
21	(5) "Member entity" means a county or municipality
22	that is a member of the district. (Acts 63rd Leg., R.S., Ch. 438,
23	Sec. 1B.)
24	Source Law
25 26 27	Sec. 1B. In this Act: (1) "Board" means the district's board of directors.
28 29 30	(2) "Commission" means the Texas Commission on Environmental Quality. (3) "Director" means a member of the
31 32	board. (4) "District" means the Palo Duro Water
33 34 35	District. (5) "Member entity" means a county or municipality that is a member of the district.
36	Revised Law
37	Sec. 8509.0002. NATURE OF DISTRICT. The district is a
38	conservation and reclamation district created under Section 59,
39	Article XVI, Texas Constitution, and a political subdivision of

1 this state. (Acts 63rd Leg., R.S., Ch. 438, Sec. 1.)

2 <u>Source Law</u>

Sec. 1. By virtue of Section 59, Article XVI of the Constitution of the State of Texas, there is hereby created a conservation and reclamation district to be known as "Palo Duro Water District," which shall be a governmental agency, a body politic and corporate, and a political subdivision of this state.

Revisor's Note

Section 1, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the district as "a conservation and reclamation district" and as "a governmental agency" and "a body politic and corporate." The revised law omits the references to "governmental agency" and "body politic and corporate" because they duplicate a portion of Section 59(b), Article XVI, Texas Constitution, which provides that a district conservation and reclamation governmental agency and a body politic and corporate.

Revised Law

- 21 Sec. 8509.0003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE.
- 22 (a) The legislature finds that:
- 23 (1) all land included in the district will benefit
- 24 from the improvements to be acquired and constructed by the
- 25 district; and
- 26 (2) the district is created to serve a public use and
- 27 benefit.

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- 28 (b) The accomplishment of the purposes stated in this
- 29 chapter is for the benefit of the people of this state and for the
- 30 improvement of their property and industries. The district, in
- 31 carrying out the purposes of this chapter, will be performing an
- 32 essential public function under the Texas Constitution. (Acts 63rd
- 33 Leg., R.S., Ch. 438, Secs. 2 (part), 26 (part).)

34 Source Law

Sec. 2. . . . It is hereby found and determined that all of the land thus included in the district will be benefited by the improvements to be acquired and constructed by the district, and that the district is 1 created to serve a public use and benefit.

Sec. 26. The accomplishment of the purposes stated in this Act is for the benefit of the people of this state and for the improvement of their properties and industries, and the district, in carrying out the purposes of this Act will be performing an essential public function under the Constitution. . . .

8 Revised Law

- 9 Sec. 8509.0004. DISTRICT TERRITORY. Unless modified under 10 Subchapter J, Chapter 49, Water Code, this chapter or its 11 predecessor statute, Chapter 438, Acts of the 63rd Legislature, 12 Regular Session, 1973, or other law, the district's territory 13 comprises all of the territory contained in:
- 14 (1) Hansford and Moore Counties; and
- 15 (2) the City of Stinnett. (Acts 63rd Leg., R.S.,
- 16 Ch. 438, Sec. 2 (part); New.)

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17 <u>Source Law</u>

Sec. 2. The district hereby created and established shall comprise all of the territory contained within the Counties of Hansford and Moore and the City of Stinnett...

Revisor's Note

The revision of the law governing the district revises the statutory language describing district's territory. the district's Because boundaries are subject to change, that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law adds references to the statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, this chapter, and former Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973. The revised law also includes a reference to the general authority of the legislature to enact a law to change the district's territory.

Revised Law

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Sec. 8509.0005. CORRECTION OF INVALID PROCEDURES. If a court holds that any procedure under this chapter violates the Texas Constitution or the United States Constitution, the board by resolution may provide an alternative procedure that conforms with the constitution. (Acts 63rd Leg., R.S., Ch. 438, Sec. 31 (part).)

7 Source Law

Sec. 31. . . . [Federal or State Constitutions] . . . Where any procedure hereunder may be held by any court to be violative of either of such Constitutions the Board shall have the power by resolution to provide an alternative procedure conformable to such Constitutions. . . .

Revisor's Note

31, Chapter 438, Acts of Section the 63rd Legislature, Regular Session, 1973, provides that the act may not be construed to violate the federal or state constitution and requires that action under the act comply with the constitutions. The revised law omits the reference to the federal constitution because under the Supremacy Clause of the United States Constitution (Clause 2, Article VI), federal law always takes precedence over a state statute. revised law omits the reference to the state constitution because the state legislature cannot modify constitutional provisions by statute. The omitted law reads:

Sec. 31. Nothing in the Act shall be construed to violate any provision of the Federal or State Constitutions and all acts done under this Act shall be done in such manner as will conform thereto whether herein expressly provided or not...

SUBCHAPTER B. PROCEDURES FOR ANNEXATION, WITHDRAWAL, OR

35 DISSOLUTION

36 Revised Law

37 Sec. 8509.0051. ANNEXATION OF TERRITORY. (a) Territory,
38 whether or not contiguous to the district, may be annexed to the
39 district in the manner provided by this section.

- 1 (b) The board may annex territory or a municipality under
- 2 this section only if a petition requesting annexation is filed with
- 3 the board. The petition must:
- 4 (1) describe the territory to be annexed by metes and
- 5 bounds, or otherwise, except that if the territory is the same as
- 6 that contained in the boundaries of a municipality, the petition is
- 7 sufficient if it states that the territory to be annexed is the
- 8 territory contained in the municipal boundaries; and
- 9 (2) be signed by 50 registered voters of the territory
- 10 or municipality to be annexed, or a majority of the registered
- 11 voters of that territory or municipality, whichever is fewer.
- 12 (c) If the board determines that the petition complies with
- 13 Subsection (b), that the annexation would be in the best interest of
- 14 the territory or municipality and the district, and that the
- 15 district will be able to supply water to the territory or
- 16 municipality, the board shall:
- 17 (1) adopt a resolution stating the conditions, if any,
- 18 under which the territory or municipality may be annexed to the
- 19 district; and
- 20 (2) set a time and place to hold a hearing on the
- 21 question of whether the territory or municipality to be annexed
- 22 will benefit from:
- (A) the improvements, works, or facilities owned
- 24 or operated or contemplated to be owned or operated by the district;
- 25 or
- 26 (B) the other functions of the district.
- 27 (d) At least 10 days before the date of the hearing, notice
- 28 of the adoption of the resolution must be published one time in a
- 29 newspaper of general circulation in the territory or municipality
- 30 proposed to be annexed. The notice must:
- 31 (1) state the time and place of the hearing; and
- 32 (2) describe the territory in the same manner in which
- 33 Subsection (b) requires or permits the petition to describe the
- 34 territory.

- 1 (e) The hearing may proceed in the order and under the rules
- 2 prescribed by the board and may be recessed.
- 3 (f) Any interested person may appear at the hearing and
- 4 offer evidence for or against the annexation.
- 5 (g) If, at the conclusion of the hearing, the board finds
- 6 that the property in the territory or municipality will benefit
- 7 from the district's present or contemplated improvements, works, or
- 8 facilities, the board shall adopt a resolution making a finding of
- 9 the benefit and calling an election in the territory or
- 10 municipality to be annexed.
- 11 (h) The resolution must state:
- 12 (1) the date of the election;
- 13 (2) each place where the election will be held; and
- 14 (3) the proposition to be voted on.
- 15 (i) At least 10 days before the date set for the election,
- 16 notice of the election must be given by publishing a substantial
- 17 copy of the resolution calling the election one time in a newspaper
- 18 of general circulation in the territory proposed to be annexed.
- 19 (j) If a majority of the votes cast at the election are in
- 20 favor of annexation, the board by resolution shall annex the
- 21 territory to the district.
- (k) An annexation under this section is incontestable
- 23 except in the manner and within the time for contesting elections
- 24 under the Election Code.
- 25 (1) In calling an election on the proposition for annexation
- 26 of the territory or municipality, the board may include, as part of
- 27 the same proposition or as a separate proposition, a proposition
- 28 for:
- 29 (1) the territory to assume its part of the district's
- 30 tax-supported bonds then outstanding and those bonds previously
- 31 voted but not yet sold; and
- 32 (2) an ad valorem tax to be imposed on taxable property
- 33 in the territory along with the tax in the rest of the district for
- 34 payment of the bonds and maintenance taxes to be imposed as

- 1 permitted by Section 8509.0252.
- 2 (m) If an election under Subsection (1) fails, the annexed
- 3 territory or municipality shall be excluded from the district.
- 4 (Acts 63rd Leg., R.S., Ch. 438, Secs. 13(d)(1), (2) (part), (3)
- 5 (part).)

Source Law

- (d) Territory may be annexed to the district, whether or not contiguous to the district, in the following manner:
- (1) A petition praying for such annexation signed by fifty (50) or a majority, whichever number is smaller, of the resident, qualified voters of the territory or of duly incorporated cities or towns sought to be annexed shall be filed with the board. The petition shall describe the territory to be annexed by metes and bounds, or otherwise, unless such territory is the same as that contained within the boundaries of such city or town, in which event it shall be sufficient to state that the territory to be annexed is that which is contained within the boundaries of such city or town.
- boundaries of such city or town.

 (2) If the board finds that the petition complies with and is signed by the number of qualified required by Subdivision (1) of persons subsection, that the annexation would be to the best interest of the territory, city or town, and the district, and that the district will be able to supply water, or cause water to be supplied to the territory, city, or town, it shall adopt a resolution stating the conditions, if any, under which such territory, city, or town may be annexed to the district, and shall fix a time and place when and where a hearing shall be held by the board on the question of whether the territory, city, or town sought to be annexed will be benefited by the improvements, works, and facilities then owned or operated or contemplated to be owned or operated by the district or by the other functions of the district. Notice of the adoption of such resolution stating the time and place of such hearing shall be published one (1) time in a newspaper of general circulation in the territory, city, or town sought to be annexed at least ten (10) days prior to the date of such hearing. The notice shall describe the territory in the same manner in which it is required or permitted by this Act to be described in the petition. All persons interested may appear at such hearing and offer evidence for or against the proposed annexation. Such hearing may proceed in such order and under such rules as may be prescribed by said board, and the hearing may be recessed from time to time. If, at the conclusion of the hearing the hearth finds that the recession of the hearing, the board finds that the property in such territory, city, or town will be benefited by the present or contemplated improvements, works, or facilities of the district, the board shall adopt a resolution making a finding of such benefit and calling an election in the territory, city, or town proposed to be annexed stating therein the date of the election, the place or places of holding the same, the proposition to be voted on, and .

Notice of such election shall be given by publishing a substantial copy of the resolution

calling the election one (1) time in a newspaper of general circulation in the territory sought to be annexed to the district at least ten (10) days before the date set for the election. . . . If . . . a majority of the votes cast are in favor of annexation, the board shall by resolution annex said territory to the district, and such annexation shall thereafter be incontestable except in the manner and within the time for contesting the elections under the Texas Election Code, as amended.

(3) The board, in calling an election on the proposition for annexation of territory, city, or town, may include as a part of the same proposition or a separate proposition for the assumption of its part of the tax-supported bonds of the district then outstanding and those theretofore voted but not yet sold, and for the levy of an ad valorem tax on taxable property in said territory along with the tax in the rest of the district for the payment thereof and the levying of maintenance taxes permitted by Section 27 of this Act, If such election fails, the annexed territory, city, or town shall be excluded from the district.

Revisor's Note

- (1) Section 13(d)(1), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "resident, qualified voters" of the territory or municipality proposed to be annexed. The revised law substitutes "registered voters" for the quoted language because in the context of eligibility to sign a petition, Section 277.0021, Election Code, provides that "qualified voter" means "registered voter."
- (2) Section 13(d), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a "city" or "town" and to "duly incorporated cities or towns." Throughout this chapter, the revised law substitutes "municipality" for "city" or "town" because the terms are synonymous and "municipality" is the term used in the Local Government Code. The revised law omits "duly incorporated" because, under the Local Government Code, all municipalities must be incorporated.
- (3) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a finding by the board that the district will be able to "supply water, or cause water to be supplied." The

- revised law omits the reference to "cause water to be supplied" because the ability to "supply water" implies the ability to "cause water to be supplied."
- (4) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that the board shall "fix a time and place" for a hearing on the question of annexation. Throughout this chapter, in this and similar contexts, the revised law substitutes "set" for "fix" because the terms are synonymous in these contexts and "set" is more commonly used.
- (5) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, requires notice by publication to describe the territory to be annexed in the same manner in which it is "required or permitted by this Act" to be described in the petition. The provisions for describing the territory in the petition are revised in Subsection (b) of this section. The revised law is drafted accordingly.
- (6) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that the hearing conducted by the board may be recessed "from time to time." Throughout this chapter, the revised law omits "from time to time" because the power to take an action includes the power to act "from time to time."
- (7) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, requires the board to adopt a resolution regarding the appointment of judges and clerks for each voting place. The revised law omits the provision because the 1985 enactment of the Election Code, applicable to the district under Section 1.002, Election Code, provides for the selection of election judges and clerks under

Chapter 32 of that code, and the provision duplicates or is superseded by that chapter. The omitted law reads:

(2) ... [the board shall adopt a resolution] ... appointing a presiding judge for each voting place who shall appoint the necessary assistant judges and clerks to assist in holding the election.

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- Section 13(d)(2), Chapter 438, Acts of the (8) 63rd Legislature, Regular Session, 1973, restricts certain voting to "constitutionally qualified electors who reside in the territory, city, or town sought to be annexed." Similarly, Section 13(d)(3) of that chapter restricts certain voting to "constitutionally qualified electors." Throughout this chapter, the revised law omits such provisions as unnecessary because Chapter 11, Election Code, governs eligibility to vote in an election in this state and allows only "qualified voters" who are residents of the territory covered by the election to vote in an election. In addition, as a general principle of law, all state statutes, including the Election Code, must be consistent with the constitution. The omitted law reads:
 - (2) . . . Only constitutionally qualified electors who reside in the territory, city, or town sought to be annexed shall be qualified to vote in said election. . . . (3) . . . in which event the voting shall be restricted to constitutionally qualified electors. . .
- (9) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, states that the board shall receive and canvass the election returns and adopt a resolution declaring the results. The revised law omits that provision as superseded by the 1985 enactment of the Election Code, applicable to

- the district under Section 1.002 of that code. Chapter
 67, Election Code, provides for the canvass of
 elections. The omitted law reads:
 - (2) . . . Returns of the result of said election shall be made to the board. The board shall canvass the returns of the election and adopt a resolution declaring the results thereof. [If] such resolution shows that . . .
 - (10) Section 13(d)(2), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "the Texas Election Code, as amended." Throughout this chapter, the revised law omits the references to "as amended" because under Section 311.027, Government Code (Code Construction Act), a reference to a statute applies to all reenactments, revisions, or amendments of that statute unless expressly provided otherwise.
 - Section 13(d)(3), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the option of including a ballot proposition for the "levy" of an ad valorem tax on taxable property in the "levying" territory to bе annexed and the maintenance taxes. Throughout this chapter, the revised law substitutes "impose" for "levy," "levy, assess and collect," "levy or collect," or "levy and cause to be assessed and collected" because "impose" is the term generally used in Title 1, Tax Code, and includes the assessment, levying, and collection of a tax.

- 31 Sec. 8509.0052. WITHDRAWAL FROM OR DISSOLUTION OF DISTRICT.
- 32 (a) A county or municipality may withdraw from the district or the 33 district may dissolve according to this section.
- 34 (b) To withdraw from the district or to dissolve the 35 district, the governing body of a member entity must issue an order 36 or adopt a resolution declaring the intent to withdraw from or to

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- 1 dissolve the district. The order or resolution must state:
- 2 (1) the intention to withdraw from the district or to
- 3 call for the dissolution of the district; and
- 4 (2) the reasons supporting the withdrawal or
- 5 dissolution.
- 6 (c) Not later than the 30th day after the date the district
- 7 receives an order issued or resolution adopted under Subsection
- 8 (b), the district shall hold a public hearing on the matter
- 9 described by the order or resolution.
- 10 (d) For a proposed withdrawal of a county or municipality
- 11 from the district, the member entities must reach a financial
- 12 agreement that provides for sufficient revenue for maintaining the
- 13 Palo Duro Reservoir and the dam that impounds the water in the
- 14 reservoir.
- 15 (e) For a proposed dissolution of the district, the member
- 16 entities must reach a financial agreement that provides for the
- 17 transfer of:
- 18 (1) the ownership rights of the dam that impounds the
- 19 water in the Palo Duro Reservoir to an entity that assumes
- 20 responsibility for the maintenance of the dam and liability for
- 21 actions related to the dam;
- 22 (2) all district assets and liabilities to other
- 23 entities; and
- 24 (3) the responsibility for the continued provision of
- 25 services, if the district provides services.
- 26 (f) The board must provide an opportunity for the public to
- 27 comment on the financial agreement described by Subsection (d) or
- 28 (e) before the board votes as described by Subsection (g). The
- 29 period for public comment must last not less than 10 days.
- 30 (g) After consideration of the public comments submitted
- 31 under Subsection (f), the board shall vote on the issue described by
- 32 the order issued or resolution adopted under Subsection (b). The
- 33 board may proceed with the withdrawal or dissolution only if
- 34 two-thirds of all of the members of the board vote in favor of

- 1 withdrawal or dissolution.
- 2 (h) If the board votes in favor of withdrawal or dissolution
- 3 as provided by Subsection (g), the governing body of each member
- 4 entity shall vote on the matter of withdrawal or dissolution.
- 5 (i) A withdrawal or dissolution authorized under this
- 6 section does not take effect until:
- 7 (1) the governing body of each county and municipality
- 8 has voted in favor of withdrawal or dissolution;
- 9 (2) all conditions specified in the financial
- 10 agreement described by Subsection (d) or (e) have been met; and
- 11 (3) all actions described in the financial agreement
- 12 described by Subsection (d) or (e) have been completed. (Acts 63rd
- 13 Leg., R.S., Ch. 438, Sec. 13A.)

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14 Source Law

- Sec. 13A. (a) A county or municipality may withdraw from the district or the district may dissolve according to this section.
- (b) In order to withdraw from the district or to dissolve the district, the governing body of a member entity must issue an order or pass a resolution declaring the intent to withdraw from or dissolve the district. The order or resolution must state:
- (1) the intention to either withdraw from the district or call for the dissolution of the district; and
- (2) the reasons supporting the withdrawal or dissolution.
- (c) Not later than the 30th day after the date the district receives an order or resolution under Subsection (b), the district shall hold a public hearing on the matter described by the order or resolution.
- (d) In the event of a proposed withdrawal or dissolution under this section, the member entities must reach a financial agreement that:
- (1) for a withdrawal of a county or municipality from the district, provides for sufficient revenue for maintaining the Palo Duro Reservoir and the dam that impounds the water in the reservoir; or
- (2) for a dissolution of the district, provides for the transfer of:
- (A) the ownership rights of the dam to an entity that assumes responsibility for the maintenance of the dam and liability for actions related to the dam;
- $\mbox{\ensuremath{(B)}}$ all assets and liabilities of the district to other entities; and
- (C) the responsibility for the continued provision of services, if the district provides services.
- (e) The board must provide an opportunity for the public to comment on the financial agreement

- described by Subsection (d) before the board votes as described by Subsection (f). The period for public comment must last not less than 10 days.
- (f) After consideration of the public comments submitted under Subsection (e), the board shall vote on the issue described by the order or resolution under Subsection (b). The board may proceed with the withdrawal or dissolution only if two-thirds of all of the members of the board vote in favor of withdrawal or dissolution.
- (g) If the board votes in favor of withdrawal or dissolution as provided by Subsection (f), the governing body of each member entity shall vote on the matter of withdrawal or dissolution.
- (h) A withdrawal or dissolution authorized under this section does not take effect until:
- (1) the governing body of each county and municipality has voted in favor of withdrawal or dissolution;
- (2) all conditions specified in the financial agreement described by Subsection (d) have been met; and
- (3) all actions described in the financial agreement described by Subsection (d) have been completed.
- 26 SUBCHAPTER C. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS

- Sec. 8509.0101. COMPOSITION OF BOARD; TERMS. (a) Four
- 29 directors are appointed by the commissioners court of each county
- 30 contained in the district, except for Hutchinson County, and one
- 31 director is appointed by the city council of the City of Stinnett.
- 32 (b) Directors serve staggered two-year terms expiring
- 33 December 31.

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- 34 (c) Each December the commissioners court of each county
- 35 contained in the district, except for Hutchinson County, and the
- 36 city council of the City of Stinnett shall appoint a director or
- 37 directors from that county or city to succeed the director or
- 38 directors appointed by that commissioners court or city council
- 39 whose terms expire on the 31st day of that month. (Acts 63rd Leg.,
- 40 R.S., Ch. 438, Secs. 17(a), (b) (part), (c) (part).)

41 Source Law

- Sec. 17. (a) All powers of the district shall be exercised by the board. Each director of the board shall serve staggered, two-year terms that expire on December 31 of each year.
 - (b) In December of each year, the Commissioners Court of each county contained in the district, except for Hutchinson County, and the city council of the City of Stinnett shall appoint a director or directors whose term or terms are about to expire. . . . Four (4) directors shall be appointed by the Commissioners

Court of each county contained in the district, except for Hutchinson County, and one director shall be appointed by the city council of the City of Stinnett.

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(c) Each director shall serve for the director's term of office as herein provided, and . . .

Revisor's Note

Section 17(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that "[a]ll powers of the district shall be exercised by the board." The revised law omits the quoted language because it duplicates, in substance, provisions of Sections 49.051 and 49.057, Water Code. Throughout this chapter, the revised law omits law that is superseded by Chapter 49, Water Code, or that duplicates law contained in that chapter. Chapter 49, Water Code, applies to the district under Sections 49.001 and 49.002 of that chapter.

Revised Law

- Sec. 8509.0102. QUALIFICATIONS FOR OFFICE. (a) A person may be appointed a director by the commissioners court of a county only if the person resides in and owns taxable property in the county from which the person is appointed.
- (b) A person may be appointed director by the city council of the City of Stinnett only if the person resides in and owns taxable property in the city.
- (c) A member of a governing body of a county or of the City of Stinnett or an employee of a county or of the City of Stinnett may not be appointed director. (Acts 63rd Leg., R.S., Ch. 438, Secs. 17(b) (part), (c) (part).)

31 Source Law

32 (b) . . . Each director shall reside in the county from which the director is appointed. 33 34 (c) No person shall be appointed a 35 director unless the person resides in and owns taxable property in the county or city from which the person 36 is appointed. No member of a governing body of a county or the City of Stinnett, and no employee of a county or the City of Stinnett shall be appointed as 37 38 39 40 director. .

Т	Revised Law							
2	Sec. 8509.0103. REMOVAL. Not earlier than the 10th day							
3	after the date a director receives written notice of a charge							
4	against the director, and after an opportunity to be heard in person							
5	or through the appearance of counsel at a public hearing on the							
6	matter of the charge described by the notice, the board may remove a							
7	director for:							
8	(1) inefficiency;							
9	(2) neglect of duty; or							
10	(3) misconduct in office. (Acts 63rd Leg., R.S.,							
11	Ch. 438, Sec. 19C.)							
12	Source Law							
13 14 15 16 17 18 19 20 21	Sec. 19C. Not earlier than the 10th day after the date a director receives written notice of a charge against the director, and after an opportunity to be heard in person or through the appearance of counsel at a public hearing on the matter of the charge described by the notice, the board may remove a director for: (1) inefficiency; (2) neglect of duty; or (3) misconduct in office.							
22	Revised Law							
23	Sec. 8509.0104. VACANCY. (a) If a director appointed by							
24	the commissioners court of a county ceases to reside in the county							
25	or otherwise ceases to serve as a director, the commissioners court							
26	of that county shall appoint a director to fill the vacancy for the							
27	unexpired term.							
28	(b) If a director appointed by the city council of the City							
29	of Stinnett ceases to reside in the city or otherwise ceases to							
30	serve as a director, the city council of that city shall appoint a							
31	director to fill the vacancy for the unexpired term. (Acts 63rd							
32	Leg., R.S., Ch. 438, Secs. 17(b) (part), (c) (part).)							
33	Source Law							
34 35 36 37 38 39 40 41 42	 (b) Any vacancy shall be filled for the unexpired term by the governing body of the appropriate county or city (c) If any director moves from the county or city from which the director is appointed or otherwise ceases to be a director, the Commissioners Court of such county or the city council of the City of Stinnett, as appropriate, shall appoint a director to succeed in the position for the unexpired term. 							

- Sec. 8509.0105. OFFICERS. (a) The board shall elect from the board's membership a president, a vice president, and any other officers as the board determines necessary. The president is the district's chief executive officer and the board's presiding officer. Except as provided by Section 8509.0106, the vice
- 7 president shall act as president if the president is absent or fails
- 8 or declines to act.

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9 (b) The board shall appoint a secretary and a treasurer, who 10 are not required to be directors. The board may combine the offices 11 of secretary and treasurer. (Acts 63rd Leg., R.S., Ch. 438, Sec. 18 (part).)

13 <u>Source Law</u>

Sec. 18. The board shall elect from its number a president and a vice president of the district, and such other officers as in the judgment of the board are necessary. The president shall be the chief executive officer of the district and the presiding officer of the board, and . . . The vice president shall perform all duties and exercise all powers conferred by this Act upon the president when the president is absent or fails or declines to act [except the president's right to vote]. The board shall also appoint a secretary and a treasurer who may or may not be members of the board, and it may combine those offices. . . .

Revised Law

Sec. 8509.0106. VOTE BY BOARD PRESIDENT. The president has the same right to vote as any other director. The vice president may not exercise the president's right to vote. (Acts 63rd Leg., R.S., Ch. 438, Sec. 18 (part).)

31 Source Law

Sec. 18. . . . The president . . . shall have the same right to vote as any other director. [The vice president shall perform all duties and exercise all powers conferred by this Act upon the president] . . . except the president's right to vote. . .

37 <u>Revised Law</u>

Sec. 8509.0107. EMPLOYEES. The board may employ a general manager, attorneys, accountants, engineers, or other technical or nontechnical employees or assistants and set the amount and manner of their compensation. (Acts 63rd Leg., R.S., Ch. 438, Sec. 19)

1	(part).)							
2	Source Law							
3 4 5 6 7	Sec. 19. The board may employ a general manager, attorneys, accountants, engineers, or other technical or nontechnical employees or assistants; fix the amount and manner of their compensation; and							
8	Revisor's Note							
9	Section 19, Chapter 438, Acts of the 63rd							
10	Legislature, Regular Session, 1973, authorizes the							
11	board of directors to confer on the general manager the							
12	power to employ and discharge employees. The revised							
13	law omits that provision because it duplicates, in							
14	substance, part of Section 49.056, Water Code. The							
15	omitted law reads:							
16 17 18	Sec. 19 The power to employ and discharge employees may be conferred upon the general manager.							
19	Revised Law							
20	Sec. 8509.0108. DIRECTOR'S AND TREASURER'S BONDS. (a) Each							
21	director shall give bond in the amount of \$5,000 conditioned on the							
22	faithful performance of the director's duties.							
23	(b) The treasurer shall give bond in an amount required by							
24	the board. The treasurer's bond must be conditioned on the							
25	treasurer's faithful accounting for all money that comes into the							
26	treasurer's custody as district treasurer. (Acts 63rd Leg., R.S.,							
27	Ch. 438, Secs. 17(c) (part), 18 (part).)							
28	Source Law							
29 30 31 32 33	[Sec. 17] (c) [Such directors] each shall give bond for the faithful performance of the director's duties in the amount of Five Thousand Dollars (\$5,000.),							
34 35 36 37 38 39	Sec. 18 The treasurer shall give bond in such amount as may be required by the board. The condition of such bond shall be that the treasurer will faithfully account for all money which shall come into the treasurer's custody as treasurer of the district, and							
40	Revisor's Note							

Section 17(c), Chapter 438, Acts of the 63rd

- Legislature, Regular Session, 1973, provides that the 1
- district shall pay the cost of a director's bond. 2
- 3 revised law omits that provision because it
- 4 duplicates, in substance, Section 49.055(c), Water
- Code. The omitted law reads: 5
- 6
- (c) . . . [Such directors . . . shall give bond] . . . the cost of which shall be
- 8 paid by the district. . . .

- COMPENSATION OF DIRECTORS. (a) Unless the 10 Sec. 8509.0109.
- board by resolution increases the fee to an amount authorized by 11
- Section 49.060, Water Code, each director: 12
- shall receive a fee for attending each board 13
- 14 meeting not to exceed \$25 for a meeting or \$50 in one calendar
- 15 month; and

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- (2) is entitled to an additional amount not to exceed 16
- 17 \$25 for each day that the director devotes to serving the district's
- business if the service is expressly approved by the board. 18
- In all areas of conflict with Subsection (a) of this 19
- section, Section 49.060, Water Code, takes precedence. (Acts 63rd 20
- Leg., R.S., Ch. 438, Sec. 17(d) (part); New.) 21

22 Source Law

(d) Unless the board by resolution increases the fee to an amount authorized by Section 49.060, Water Code, each director shall receive a fee of not to exceed Twenty-Five Dollars (\$25.) for attending each meeting of the board, provided that no more than Fifty Dollars (\$50.) shall be paid to any director for meetings held in any one (1) calendar month. Each director shall also be entitled to receive not to exceed Twenty-Five Dollars (\$25.) per day devoted to the business of the district and . . . provided that such service and . . . are expressly approved by the board.

Revisor's Note

Section 17(d), Chapter 438, Acts of the 63rd (1)Legislature, Regular Session, 1973, provides in part that "[u]nless the board by resolution increases the fee to an amount authorized by Section 49.060, Water Code, each director shall receive a fee of not to

exceed Twenty-Five Dollars (\$25.) for attending each meeting of the board, provided that no more than Fifty Dollars (\$50.) shall be paid to any director for meetings held in any one (1) calendar month." Section 17(d) was amended by Chapter 1046, Acts of the 85th Legislature, Regular Session, 2017, to include the reference to Section 49.060, Water Code, which was enacted in 1995 and applies to the district on its own Section 49.060 provides for a director's fees of office, computed on a rate per day of certain service. Section 49.060(e) provides that, in all areas of conflict, Section 49.060 takes precedence over all prior statutory enactments and that, if the enactment of that section would result in a fee increase, the increase does not apply to a district unless the board by resolution authorizes payment of the higher fees. Because it is unclear whether the district has taken an action relating to fees paid to directors and whether the quoted language, after its revision by this chapter, would continue to considered a prior statutory enactment for purposes of Section 49.060(e), the revised law includes the substance of the quoted language and adds a provision to preserve the effect of Section 49.060 to the extent of a conflict with that language.

(2) Section 17(d), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides in part for reimbursement of expenses incurred by a director in attending to district business if expressly approved by the board. The revised law omits the provision because it is expressly superseded by Section 49.060, Water Code (enacted in 1995). The omitted law reads:

(d) . . . [Each director shall also

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1 be entitled] be entitled] . . . to reimbursement for actual expenses incurred in attending to 2 3 district business [provided that 4 service andl expense [are expressly 5 approved by the board.]

6 Revised Law

Sec. 8509.0110. INTEREST IN CONTRACT. (a) A director who has a financial interest in a contract under consideration by the district for the purchase, sale, lease, rental, or supply of property, including supplies, materials, and equipment, or the construction of facilities, shall disclose that fact to the other directors and may not vote on or participate in discussions during

(b) A director's financial interest does not affect the validity of a contract if disclosure is made and the director with the financial interest does not vote on the question of entering

17 into the contract. (Acts 63rd Leg., R.S., Ch. 438, Sec. 19B.)

board meetings on the acceptance of the contract.

18 Source Law

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Sec. 19B. A director who has a financial interest in a contract under consideration by the district for the purchase, sale, lease, rental, or supply of property, including supplies, materials, and equipment, or the construction of facilities, shall disclose that fact to the other members of the board and may not vote on or participate in discussions during board meetings on the acceptance of the contract. A financial interest of a director does not affect the validity of a contract if disclosure is made and the director with the financial interest does not vote on the question of entering into the contract.

31 Revised Law

- Sec. 8509.0111. DIRECTOR TRAINING PROGRAM. (a) A person who is appointed to and qualifies for office as a director may not vote, deliberate, or be counted as a director in attendance at a board meeting until the person completes a training program that complies with this section.
- 37 (b) The training program must provide the person with 38 information regarding:
- 39 (1) the law governing district operations;
- 40 (2) the district's programs, functions, rules, and 41 budget;
- 42 (3) the scope of and limitations on the district's

- 1 rulemaking authority;
- 2 (4) the results of the district's most recent formal
- 3 audit;
- 4 (5) the requirements of:
- 5 (A) laws relating to open meetings, public
- 6 information, administrative procedure, and disclosing conflicts of
- 7 interest; and
- 8 (B) other laws applicable to members of the
- 9 governing body of a water district in performing their duties; and
- 10 (6) any applicable ethics policies adopted by the
- 11 board or the Texas Ethics Commission.
- 12 (c) A person appointed to the board is entitled to
- 13 reimbursement for the travel expenses incurred in attending the
- 14 training program regardless of whether the attendance at the
- 15 program occurs before or after the person qualifies for office.
- 16 (d) The board shall create a training manual that includes
- 17 the information required by Subsection (b). The board shall
- 18 distribute a copy of the training manual annually to each director.
- 19 On receipt of the training manual, each director shall sign a
- 20 statement acknowledging receipt of the training manual. (Acts 63rd
- 21 Leg., R.S., Ch. 438, Sec. 19D.)

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22 <u>Source Law</u>

- Sec. 19D. (a) A person who is appointed to and qualifies for office as a director may not vote, deliberate, or be counted as a director in attendance at a meeting of the board until the person completes a training program that complies with this section.
- (b) The training program must provide the person with information regarding:
 - (1) the law governing district operations;
- (2) the programs, functions, rules, and budget of the district;
- (3) the scope of and limitations on the rulemaking authority of the district;
- (4) the results of the most recent formal audit of the district;
 - (5) the requirements of:
- (A) laws relating to open meetings, public information, administrative procedure, and disclosing conflicts of interest; and
- (B) other laws applicable to members of the governing body of a water district in performing their duties; and
- (6) any applicable ethics policies adopted by the board or the Texas Ethics Commission.

- (c) A person appointed to the board is entitled to reimbursement for the travel expenses incurred in attending the training program regardless of whether the attendance at the program occurs before or after the person qualifies for office.
- the person qualifies for office.

 (d) The board shall create a training manual that includes the information required by Subsection (b). The board shall distribute a copy of the training manual annually to each director. On receipt of the training manual, each director shall sign a statement acknowledging receipt of the training manual.

12 <u>Revised Law</u>

- 13 Sec. 8509.0112. SEPARATION OF POLICYMAKING AND MANAGEMENT
- 14 FUNCTIONS. The board shall develop and implement policies that
- 15 clearly separate the policymaking responsibilities of the board and
- 16 the management responsibilities of the district's general manager
- 17 and staff. (Acts 63rd Leg., R.S., Ch. 438, Sec. 19E.)

18 <u>Source Law</u>

- Sec. 19E. The board shall develop and implement policies that clearly separate the policymaking responsibilities of the board and the management responsibilities of the general manager and staff of the district.
- 24 Revised Law
- Sec. 8509.0113. COMPLAINTS. (a) The district shall
- 26 maintain a system to promptly and efficiently act on complaints
- 27 filed with the district. The district shall maintain information
- 28 about parties to the complaint, the subject matter of the
- 29 complaint, a summary of the results of the review or investigation
- 30 of the complaint, and its disposition.
- 31 (b) The district shall make information available
- 32 describing its procedures for complaint investigation and
- 33 resolution.

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- 34 (c) The district shall periodically notify the parties to
- 35 the complaint of the status of the complaint until final
- 36 disposition. (Acts 63rd Leg., R.S., Ch. 438, Sec. 19F.)

37 <u>Source Law</u>

- The district shall maintain a 38 Sec. 19F. (a) system to promptly and efficiently act on complaints 39 40 filed with the district. The district shall maintain information about parties to the complaint, subject matter of the complaint, a summary of 41 42 the the review or investigation 43 results of of complaint, and its disposition. 44
- 45 (b) The district shall make information

- available describing its procedures for complaint investigation and resolution.
- 3 (c) The district shall periodically notify the 4 complaint parties of the status of the complaint until 5 final disposition.

- 7 Sec. 8509.0114. NEGOTIATED RULEMAKING AND ALTERNATIVE
- 8 DISPUTE RESOLUTION. (a) The district shall develop a policy to
- 9 encourage the use of:
- 10 (1) negotiated rulemaking procedures under Chapter
- 11 2008, Government Code, for the adoption of district rules; and
- 12 (2) appropriate alternative dispute resolution
- 13 procedures under Chapter 2009, Government Code, to assist in the
- 14 resolution of internal and external disputes under the district's
- 15 jurisdiction.
- 16 (b) The district's procedures relating to alternative
- 17 dispute resolution must conform, to the extent possible, to any
- 18 model guidelines issued by the State Office of Administrative
- 19 Hearings for the use of alternative dispute resolution by state
- 20 agencies.
- 21 (c) The district shall:
- 22 (1) coordinate the implementation of the policy
- 23 adopted under Subsection (a);
- 24 (2) provide training as needed to implement the
- 25 procedures for negotiated rulemaking or alternative dispute
- 26 resolution; and
- 27 (3) collect data concerning the effectiveness of those
- 28 procedures. (Acts 63rd Leg., R.S., Ch. 438, Sec. 19G.)

29 Source Law

- 30 Sec. 19G. (a) The district shall develop a policy to encourage the use of:
- (1) negotiated rulemaking procedures under Chapter 2008, Government Code, for the adoption
- under Chapter 2008, Government Code, for the adoption of district rules; and (2) appropriate alternative dispute
 - (2) appropriate alternative dispute resolution procedures under Chapter 2009, Government Code, to assist in the resolution of internal and external disputes under the district's jurisdiction.
- (b) The district's procedures relating to alternative dispute resolution must conform, to the extent possible, to any model guidelines issued by the State Office of Administrative Hearings for the use of alternative dispute resolution by state agencies.

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1 2 3 4 5 6 7 8	(c) The district shall:
9	Revised Law
10	Sec. 8509.0115. PUBLIC COMMENT POLICY. The board shall
11	develop and implement policies that provide the public with a
12	reasonable opportunity to appear before the board and to speak on
13	any agenda item at board meetings. (Acts 63rd Leg., R.S., Ch. 438,
14	Sec. 19A.)
15	Source Law
16 17 18 19	Sec. 19A. The board shall develop and implement policies that provide the public with a reasonable opportunity to appear before the board and to speak on any agenda item at board meetings.
20	Revised Law
21	Sec. 8509.0116. EXPENDITURES. The board may provide for
22	the payment of expenditures considered essential to the proper
23	maintenance of the district and its affairs. (Acts 63rd Leg., R.S.,
24	Ch. 438, Sec. 19 (part).)
25	Source Law
26 27 28	Sec. 19. The board may provide for the payment of expenditures deemed essential to the proper maintenance of the district and its affairs
29	Revised Law
30	Sec. 8509.0117. SEAL. The board may adopt a seal for the
31	district. (Acts 63rd Leg., R.S., Ch. 438, Sec. 18 (part).)
32	Source Law
33 34	Sec. 18 the board may adopt a seal for the district.
35 36	Revisor's Note (End of Subchapter)
37	(1) Section 17(c), Chapter 438, Acts of the 63rd
38	Legislature, Regular Session, 1973, provides in part
39	that a director serves until the director's successor
40	is appointed and has qualified. The revised law omits
41	that provision because Section 17, Article XVI, Texas

- Constitution, provides that an officer in this state 1 continues to perform the officer's official duties 2 3 until a successor has qualified. The omitted law 4 reads:
 - [Each director shall serve for (c) the director's term of office as herein provided, and] thereafter until director's successor shall be appointed and qualified. . . .
- 10 Section 17(c), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, requires each 11 director to take the constitutional oath of office. 12 The revised law omits the provision because Section 1, 13 14 Article XVI, Texas Constitution, requires all officers to take an oath or affirmation before assuming office. 15
- The omitted law reads: 16

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- 17 Such directors shall subscribe the Constitutional 18 oath 19 office, and .
- 20 Section 17(c), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that a 21 22 majority of the directors constitutes a quorum. 23 revised law omits that provision because it duplicates Section 49.053, Water Code. The omitted law reads: 24
- 25 majority Α constitute a quorum. . . 26
- 27 SUBCHAPTER D. POWERS AND DUTIES

28 Revised Law

- 29 Sec. 8509.0151. GENERAL WATER SUPPLY POWERS. (a) The
- 30 district, inside or outside its boundaries, may:
- 31 (1) develop, construct, or purchase a dam or
- reservoir; 32
- in order to preserve and protect the purity of the 33 (2)
- 34 waters of the state and of the district and conserve and reclaim
- those waters for beneficial use by the district's inhabitants, 35
- 36 provide any plant, work, facility, or appliance incident to or
- 37 helpful or necessary to collection, transportation, the

- 1 processing, disposal, or control of those waters for agricultural,
- 2 municipal, domestic, oil field flooding, mining, or industrial
- 3 purposes;
- 4 (3) construct or purchase any plant or other facility
- 5 necessary or useful to:
- 6 (A) provide a source of water supply;
- 7 (B) store or process the water; or
- 8 (C) transport or distribute the water for
- 9 irrigation, livestock raising, agricultural, municipal, domestic,
- 10 or industrial purposes;
- 11 (4) impound, store, control, and conserve the storm
- 12 and flood waters and the unappropriated flow waters, including the
- 13 storm and flood waters and unappropriated flow waters of Palo Duro
- 14 Creek and Horse Creek, by complying with Subchapters A-D, Chapter
- 15 11, and Subchapter B, Chapter 12, Water Code;
- 16 (5) acquire or construct a dam or any work, plant, or
- 17 other facility necessary or useful to impound, process, or
- 18 transport water to a municipality or other entity for municipal,
- 19 agricultural, domestic, industrial, oil field flooding, or mining
- 20 purposes; and
- 21 (6) develop or purchase additional sources of water,
- 22 subject to Section 8509.0157.
- 23 (b) The district may acquire land inside or outside the
- 24 district's boundaries and construct, lease, or otherwise acquire
- 25 any work, plant, or other facility necessary or useful to:
- 26 (1) divert, further impound, or store water;
- 27 (2) process the water; or
- 28 (3) transport the water to a municipality or other
- 29 entity for agricultural, municipal, domestic, industrial, oil
- 30 field flooding, or mining purposes.
- 31 (c) The board shall determine the size of a dam and
- 32 reservoir developed, constructed, or purchased under Subsection
- 33 (a), taking into consideration probable future increases in water
- 34 requirements. The size of the dam may not be limited by the amount

- 1 of water the commission initially authorizes to be impounded by the
- 2 dam.

- 3 (d) The district may lease or otherwise acquire rights in
- 4 and to storage and storage capacity in any reservoir constructed or
- 5 to be constructed by any person or from the United States. (Acts
- 6 63rd Leq., R.S., Ch. 438, Secs. 3 (part), 8, 9, 12 (part).)

7 <u>Source Law</u>

The district, inside or outside its boundaries, is hereby empowered: (a) to de construct or purchase dams and reservoirs. district is empowered to construct or to purchase all plants and other facilities necessary or useful for the purpose of providing a source of water supply and storing, processing such water and transporting and distributing it for irrigation, livestock raising, agricultural, municipal, domestic and industrial purposes. The district shall at all times have power to develop or purchase additional sources of water and . . (b) in order to preserve and protect the purity of the waters of the state and of the district and conserve and reclaim said waters for beneficial use by the inhabitants of the district, to provide all plants, works, facilities and appliances incident to or helpful or necessary to the collection, transportation, processing, disposal, and control of such waters for agricultural, municipal, domestic, oil field flooding, mining and industrial purposes; and the district is empowered to impound, store, control and conserve the storm and flood waters and the unappropriated flow waters, including but not limited to the storm and flood waters and unappropriated flow waters of Palo Duro Creek and Horse Creek, by complying with the provisions of Chapter 1, Title 128, Revised Civil Statutes of Texas, as amended.

Sec. 8. The district is authorized to acquire or construct within or without the boundaries of the district a dam or dams and all works, plants and other facilities necessary or useful for the purpose of impounding, processing and transporting water to cities and others for municipal, agricultural, domestic, industrial, oil field flooding, and mining purposes. The size of the dam and reservoir shall be determined by the board, taking into consideration probable future increases in water requirements, and the size of the dam shall not be limited by the amount of water initially authorized by the commission to be impounded therein.

Sec. 9. The district is empowered to acquire land within or without the boundaries of the district, and to construct, lease or otherwise acquire all works, plants and other facilities necessary or useful for the purpose of diverting, further impounding or storing water, processing such water and transporting it to cities and others for agricultural, municipal, domestic, industrial, oil field flooding, and mining purposes.

Sec. 12. . . The district is hereby empowered to lease or acquire rights in and to storage and

storage capacity in any reservoir constructed or to be constructed by any person, firm, corporation or public agency or from the United States Government or any of its agencies.

Revisor's Note

- (1) Section 3, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the district to "improve, enlarge and extend" its water system. The revised law omits that provision because it duplicates, in substance, Section 49.211, Water Code. The omitted law reads:
 - Sec. 3. . . . [The district shall . . . have power] . . . to improve, enlarge and extend its water system. . . .
- (2) Section 3, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the district to contract for the purchase of water. The revised law omits that provision because it duplicates, in substance, part of Section 49.213(c), Water Code, which authorizes contracts to purchase or sell water. The omitted law reads:
- Sec. 3. . . . The district is also empowered to make contracts for the purchase of water;
- (3) Section 3, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the district to impound, store, control, and conserve certain waters, "including but not limited to" certain specified waters. The revised law omits "but not limited to" because Section 311.005(13), Government Code (Code Construction Act), provides that "includes" and "including" are terms of enlargement and not of limitation and do not create a presumption that components not expressed are excluded.
- (4) Section 3, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "Chapter 1, Title 128, Revised Civil Statutes of Texas, as amended." The pertinent parts of Chapter 1, Title 128,

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Revised Statutes, were codified as Subchapters A-D,

Chapter 11, and Subchapter B, Chapter 12, Water Code,

by Section 1, Chapter 58, Acts of the 62nd Legislature,

Regular Session, 1971, and Section 1, Chapter 870,

Acts of the 65th Legislature, Regular Session, 1977,

and the revised law is drafted accordingly.

- (5) Section 12, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to any "person, firm, corporation or public agency." The revised law substitutes "person" for the quoted language because Section 311.005(2), Government Code (Code Construction Act), defines "person" to include any legal entity.
 - (6) Section 12, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the United States "Government or any of its agencies." The revised law omits the quoted language because Section 311.005(9), Government Code (Code Construction Act), defines the United States to include its agencies.

20 <u>Revised Law</u>

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Sec. 8509.0152. GENERAL PROPERTY POWER. In addition to powers granted the district under other law, the district has the power to purchase, construct, maintain, or in any other manner acquire, provide, and develop all works, facilities, improvements, lands, easements, and properties that may be necessary or useful in fulfilling any district purpose. (Acts 63rd Leg., R.S., Ch. 438, Sec. 11 (part).)

Source Law

Sec. 11. . . . The authorized and empowered 29 is The district further 30 to purchase, construct, maintain, or in any other lawful manner to acquire, 31 32 provide and develop all works, facilities, improvements, lands, easements and properties, which 33 may be necessary or useful in fulfilling the purposes 34 35 of the district or any of them.

<u>Revisor's Note</u>

37 Section 11, Chapter 438, Acts of the 63rd

- 1 Legislature, Regular Session, 1973, permits the
- district to acquire, provide, and develop works,
- facilities, improvements, lands, easements, and
- 4 properties in any "lawful" manner. The revised law
- omits the word "lawful" as unnecessary because the
- 6 district would not, in the absence of the term, have
- 7 the power to act unlawfully.
- 8 Revised Law
- 9 Sec. 8509.0153. CONTRACTS TO SUPPLY WATER AND OPERATE
- 10 FACILITIES. (a) The district may contract with a municipality or
- 11 other entity to supply water to the municipality or entity.
- 12 (b) The district may contract with a municipality for the
- 13 rental or leasing of or for the operation of the municipality's
- 14 water production, water supply, and water filtration or
- 15 purification facilities on the consideration agreed to by the
- 16 district and the municipality.
- 17 (c) A contract entered into under this section may:
- 18 (1) be on terms and for the time agreed to by the
- 19 parties; and
- 20 (2) provide that the contract will continue in effect
- 21 until bonds specified in the contract and refunding bonds issued in
- 22 lieu of the bonds are paid. (Acts 63rd Leg., R.S., Ch. 438, Sec. 6.)
- 23 Source Law
- 24 The district is authorized to enter into Sec. 6. contracts with cities and others for supplying water to them. The district is also authorized to contract 25 26 to them. with any city for the rental or leasing of, or for the 27 operation of the water production, water supply, and water filtration or purification facilities of such city upon such consideration as the district and the 28 29 30 31 city may agree. Any such contract may be upon such 32 terms and for such time as the parties may agree, and it may provide that it shall continue in effect until 33 34 bonds specified therein and refunding bonds issued in 35 lieu of such bonds are paid.
- 36 <u>Revised Law</u>
- 37 Sec. 8509.0154. CONTROL OF STORM AND FLOOD WATERS. The
- 38 district may:
- 39 (1) control, store, conserve, protect, distribute,

- 1 and use the storm and flood waters in the district for all useful
- 2 purposes permitted by law; and
- 3 (2) implement flood prevention and control measures in
- 4 the district and prevent or aid in preventing damage to district
- 5 lands and the soil and fertility of those lands. (Acts 63rd Leg.,
- 6 R.S., Ch. 438, Sec. 11 (part).)

7 Source Law

Sec. 11. The district herein created shall be and it is hereby empowered to control, store, conserve, protect, distribute and utilize the storm and flood waters within the area of the district for all useful purposes permitted by law; also, to carry out flood prevention and control measures within the district and to prevent or aid in preventing damage to the lands of the district and the soil and fertility thereof; . . .

17 <u>Revised Law</u>

- 18 Sec. 8509.0155. DISTRICT TO RECEIVE AND ACCEPT TECHNICAL
- 19 AND FINANCIAL ASSISTANCE. The district may receive and accept
- 20 technical and financial assistance from other districts or state
- 21 agencies or from the United States to accomplish the purposes
- 22 described by Sections 8509.0152 and 8509.0154. (Acts 63rd Leg.,
- 23 R.S., Ch. 438, Sec. 11 (part).)

24 <u>Source Law</u>

25 Sec. 11. [The district empowered . . . to cooperate with all other districts, 26 27 departments or agencies of the State Government, or 28 representative, agency, instrumentality οr department of the United States Government; and] to 29 receive and accept technical and financial assistance 30 therefrom in the accomplishment of the purposes 31 32 described by this section. .

Revisor's Note

- 34 (1)Section 11, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the 35 district's power to act jointly with other entities. 36 revised law omits the provision because 37 duplicates, in substance, provisions 38 of Section 39 49.227, Water Code, that provide the district with 40 power to act jointly. The omitted law reads:
- Sec. 11. [The district . . . is hereby empowered] . . . to cooperate with

all other districts, departments or agencies of the State Government, or any agency, representative, instrumentality or department of the United States Government; and

Section 11, Chapter 438, Acts of the 63rd (2) Legislature, Regular Session, 1973, refers to the district's power to receive technical and financial assistance from "other districts, departments or agencies of the State Government, or any agency, representative, instrumentality or department of the United States Government." The revised law omits the to "any reference agency, representative, instrumentality or department of" the United States because those entities are included in the definition of "United States" provided by Section 311.005(9), Government Code (Code Construction Act), applicable to The also omits the revised law. revised law "departments" because the meaning of the term is included in the meaning of "agencies."

21 Revised Law

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Sec. 8509.0156. WATER APPROPRIATION PERMITS. (a) Through an appropriate hearing, the district may obtain an appropriation permit from the commission, as provided by Subchapters A-D, Chapter 11, and Subchapter B, Chapter 12, Water Code.

- (b) On application of the district or at the will of the commission and after an appropriate hearing, the commission may modify an appropriation permit obtained by the district from the commission to increase or decrease the amount of water that may be appropriated and the amount that may be stored by the district to meet fluctuating demands.
- 32 (c) On application by the district or by the commission's 33 own action, the commission shall redetermine the maximum amount of 34 water that the district may store in the district's reservoir. In 35 making this determination, the commission shall consider the needs 36 of the municipalities and other entities that purchase water from

- 1 the district.
- 2 (d) The district may acquire a water appropriation permit
- 3 from a permit owner. (Acts 63rd Leg., R.S., Ch. 438, Secs. 7, 12
- 4 (part).)

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5 Source Law

Sec. 7. The district is empowered to obtain through appropriate hearings an appropriation permit or permits from the commission, as provided in Chapter 1 of Title 128, Revised Civil Statutes of 1925, as Thereafter such permit, either amended. application of the district or at the will of the commission, may be modified by the commission after an appropriate hearing to increase or decrease the amount of water which may be appropriated and the amount which may be stored by the district to meet fluctuating demands. On application by the district or by its own action the commission shall redetermine the maximum amount of water which the district may store in its reservoir and in making such determination it shall consider the needs of the cities and others that purchase water from the district.

Sec. 12. The district is authorized to acquire water appropriation permits from owners of permits.

Revisor's Note

Section 7, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "Chapter 1 of Title 128, Revised Civil Statutes of 1925, as amended." The revised law substitutes a reference to "Subchapters A-D, Chapter 11, and Subchapter B, Chapter 12, Water Code," for the reason stated in Revisor's Note (4) to Section 8509.0151.

33 Revised Law

34 Sec. 8509.0157. UNDERGROUND SOURCES OF WATER. The district

35 may not develop or otherwise acquire underground sources of water.

36 (Acts 63rd Leg., R.S., Ch. 438, Sec. 5(a) (part).)

37 <u>Source Law</u>

38 (a) . . . The Authority is not authorized to 39 develop or otherwise acquire underground sources of 40 water.

41 <u>Revisor's Note</u>

Section 5(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the

district as the "Authority." 1 The revised law substitutes "district" for "Authority" to more closely 2 3 conform to the name of the district and because 4 "district" is the defined term under this chapter used to refer to the district. 5 6 Revised Law 7 Sec. 8509.0158. LIMITATION ON CONSTRUCTION OF 8 FACILITIES. The district may not construct a dam or other facility 9 for impounding water unless the plans for the dam or facility are approved by the commission. (Acts 63rd Leg., R.S., Ch. 438, Sec. 10 5(a) (part).) 11 12 Source Law 13 (a) The district may not construct a Sec. 5. dam or other facility for impounding water until the 14 15 plans therefor are approved by the commission. . . . 16 Revised Law Sec. 8509.0159. DISPOSAL OF DISTRICT 17 PROPERTY. The 18 district may sell, trade, or otherwise dispose of any property considered by the district not to be needed for district purposes, 19 subject to the terms of any deed of trust or other indenture. (Acts 2.0 21 63rd Leg., R.S., Ch. 438, Sec. 5(b).) 22 Source Law (b) The district may sell, trade, or otherwise dispose of any real or personal property deemed by the district not to be needed for district purposes, 23 24 25 subject to the terms of any deed of trust or other 26 27 indenture.

Revisor's Note

Section 5(b), Chapter 438, Acts of the 63rd 29 Legislature, Regular Session, 1973, refers to "real or 30 personal property." The revised law substitutes 31 32 "property" for the quoted language because under 311.005(4), 33 Section Government Code (Code Construction Act), "property" means "real and personal 34 35 property."

36 <u>Revised Law</u>

37 Sec. 8509.0160. EMINENT DOMAIN. (a) To carry out a power

- 1 conferred by this chapter, the district may exercise the power of
- 2 eminent domain to acquire:
- 3 (1) the fee simple title to land and other property and
- 4 easements inside the district, including land needed for a
- 5 reservoir or dam or a flood easement above the probable high-water
- 6 line around a reservoir; and
- 7 (2) the fee simple title to land and other property and
- 8 easements outside the district, except for land, other property,
- 9 and easements to be used for a dam or facility for the impoundment
- 10 or storage of water.
- 11 (b) The district must exercise the power of eminent domain
- 12 in the manner provided by Chapter 21, Property Code.
- 13 (c) The district is a municipal corporation for the purposes
- 14 of Section 21.021, Property Code.
- 15 (d) The district may not exercise the power of eminent
- 16 domain to acquire property owned by any other political
- 17 subdivision.
- 18 (e) In exercising the power of eminent domain against a
- 19 person that has the power of eminent domain or a receiver or trustee
- 20 for that person, the district may acquire an easement only and not
- 21 the fee title.
- 22 (f) The board shall determine the amount of and the type of
- 23 interest in land, other property, or easements to be acquired under
- 24 this section.
- 25 (g) The district's authority under this section to exercise
- 26 the power of eminent domain expired on September 1, 2013, unless the
- 27 district submitted a letter to the comptroller in accordance with
- 28 Section 2206.101(b), Government Code, not later than December 31,
- 29 2012. (Acts 63rd Leg., R.S., Ch. 438, Sec. 10; New.)
- 30 Source Law
- 31 Sec. 10. (a) For the purpose of carrying out
- any power or authority conferred by this Act the
- district shall have the right to acquire by condemnation in the manner provided by Title 52,
- Revised Statutes, as amended, relating to eminent
- 36 domain:
- 37 (1) the fee simple title to land and other

- property and easements (including land needed for the reservoir and dam and flood easements above the probable high water line around any such reservoirs) within the boundaries of the district; and
- (2) the fee simple title to land and other property and easements (except for land, other property, and easements to be used for a dam or dams or facilities for the impoundment or storage of water) outside the boundaries of the district.
- outside the boundaries of the district.

 (b) The district is hereby declared to be a municipal corporation within the meaning of Article 3268 of said Title 52, except that the district shall not have the right to so condemn any property which may be owned by any other political subdivision, city or town; provided, however, that as against persons, firms and corporations, or receivers or trustees thereof, who have the power of eminent domain, the fee title may not be condemned, but the district may condemn only an easement. The amount of and character of interest in land, other property and easements thus to be acquired shall be determined by the board.

Revisor's Note

- (1) Section 10(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to any "power or authority" of the district. The revised law omits "authority" in this context because "authority" is included in the meaning of "power."
- (2) Section 10(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that "the district shall have the right to acquire by condemnation . . [certain property]." The revised law substitutes for the quoted language "the district may exercise the power of eminent domain to acquire [certain property]" because the phrases have the same meaning and the latter is consistent with modern usage in laws relating to eminent domain.
- (3) Section 10(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to Title 52, Revised Statutes, as amended. The relevant provisions of Title 52 were codified as Chapter 21, Property Code, by Chapter 576, Acts of the 68th Legislature, Regular Session, 1983. The revised law is drafted accordingly.
 - (4) Section 10, Chapter 438, Acts of the 63rd

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- Legislature, Regular Session, 1973, grants the district the power of eminent domain, subject to certain limitations. Section 2206.101, Government Code, required an entity with eminent domain authority to submit a letter with certain information to the comptroller not later than December 31, 2012, to prevent the entity's eminent domain authority from expiring on September 1, 2013. To avoid the appearance that this revision recognizes authority that the district may not possess at the time of the revision, the revised law includes a provision setting out the requirements of Section 2206.101, Government Code.
- (5) Section 10(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to Article 3268, Revised Statutes. The applicable part of that statute was codified as Section 21.021, Property Code, by Chapter 576, Acts of the 68th Legislature, Regular Session, 1983. The revised law is drafted accordingly.
- (6) Section 10(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a "political subdivision, city or town." The revised law omits the reference to "city or town" because those terms are included in the meaning of "political subdivision."
- (7) Section 10(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "persons, firms and corporations." The revised law substitutes "person" for the quoted language for the reason stated in Revisor's Note (5) to Section 8509.0151.

33 Sec. 8509.0161. COST OF RELOCATING OR ALTERING PROPERTY.

34 If the district's exercise of the power of eminent domain, the power

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- 1 of relocation, or any other power granted by this chapter makes
- 2 necessary relocating, raising, rerouting, changing the grade of, or
- 3 altering the construction of a highway, railroad, electric
- 4 transmission line, telephone or telegraph property or facility, or
- 5 pipeline, the necessary action shall be accomplished at the
- 6 district's sole expense. (Acts 63rd Leg., R.S., Ch. 438, Sec. 15.)

7 Source Law

In the event that the district, in the 8 Sec. 15. exercise of the power of eminent domain or power of 9 10 relocation, or any other power granted hereunder, 11 makes necessary the relocation, raising, rerouting or changing the grade of, or altering the construction of 12 any highway, railroad, electric transmission line, telephone or telegraph properties and facilities, or 13 14 pipeline, all such necessary relocation, raising, 15 rerouting, grade or 16 changing of alteration of 17 construction shall be accomplished at the sole expense 18 of the district.

19 Revised Law

- 20 Sec. 8509.0162. CERTAIN POWERS RELATED TO DISTRICT
- 21 PROPERTY. The district may:
- (1) lease the hunting rights on property owned by the
- 23 district;
- 24 (2) develop, manage, or lease property owned by the
- 25 district for any recreational purpose; and
- 26 (3) lease property owned by the district to a person
- 27 seeking to develop renewable energy resources. (Acts 63rd Leg.,
- 28 R.S., Ch. 438, Sec. 3A.)

29 Source Law

- 30 Sec. 3A. The district may:
- 31 (1) lease the hunting rights on property
- owned by the district;
- 33 (2) develop, manage, or lease property 34 owned by the district for any recreational purpose;
- 35 and
- 36 (3) lease property owned by the district 37 to a person seeking to develop renewable energy
- 38 resources.

39 Revised Law

- 40 Sec. 8509.0163. PARKS AND RECREATION FACILITIES. The
- 41 district may establish or otherwise provide for public parks and
- 42 recreation facilities and may acquire land in the district for
- 43 those purposes. (Acts 63rd Leg., R.S., Ch. 438, Sec. 14.)

1				Source Law		
2	Sec.	14.	The	di	strict	is
3	establish	or	otherwi	ise	provide	for

establish or otherwise provide for public parks and recreation facilities, and to acquire land for such

authorized

purposes within the district.

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6 Revised Law

7 Sec. 8509.0164. SURVEYS AND INVESTIGATIONS. The board may

- 8 conduct a survey or an engineering investigation to provide
- 9 information for the district to facilitate the accomplishment of a
- 10 district purpose. (Acts 63rd Leg., R.S., Ch. 438, Sec. 19 (part).)

11 Source Law

Sec. 19. The board, from time to time, shall be authorized to make or cause to be made surveys and engineering investigations for the information of the district to facilitate the accomplishment of the purposes for which the district is created; and . . .

17 <u>Revisor's Note</u>

18 Section 19, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that the 19 board may "make or cause to be made" certain surveys 20 21 and engineering investigations. The revised law omits 2.2 the reference to the board's authority to "cause [the 23 surveys and investigations] to be made" because the authority to "make" the surveys and investigations 2.4 25 implies the ability to "cause [the surveys and investigations] to be made." 26

SUBCHAPTER E. REGULATORY POWERS

28 Revised Law

- Sec. 8509.0201. ADOPTION OF RULES. The board may adopt
- 30 reasonable rules to:
- 31 (1) secure, maintain, and preserve the sanitary
- 32 condition of water in and water that flows into any reservoir owned
- 33 by the district;
- 34 (2) prevent waste of or the unauthorized use of water;
- 35 and

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- 36 (3) regulate residence, hunting, fishing, boating,
- 37 camping, and any other recreational or business privilege along or

- 1 around any reservoir, body of land, or easement owned by the
- 2 district. (Acts 63rd Leg., R.S., Ch. 438, Sec. 13(a).)

3 Source Law

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Sec. 13. (a) The board shall have the power to adopt and promulgate all reasonable regulations to secure, maintain, and preserve the sanitary condition of all water in and to flow into any reservoir owned by the district, to prevent waste of water or the unauthorized use thereof, and to regulate residence, hunting, fishing, boating and camping, and all recreational and business privileges, along or around any such reservoir, body of land, or easement owned by the district.

Revisor's Note

- (1) Section 13(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the district's power to "adopt and promulgate" reasonable regulations. The revised law omits the reference to "promulgate" because, in context, the authority to "promulgate" a rule is implicit in the authority to "adopt" a rule.
- (2) Section 13(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "regulations" adopted by the district. Throughout this chapter, the revised law substitutes "rules" for "regulations" or "rules and regulations" because, in context, the terms are synonymous and under Section 311.005(5), Government Code (Code Construction Act), a rule is defined to include a regulation.

30 Revised Law

- 31 Sec. 8509.0202. ENFORCEMENT OF RULES; PENALTY. (a) The 32 district by rule may prescribe reasonable penalties for the 33 violation of a district rule.
- 34 (b) A penalty may consist of a fine not to exceed \$200.
- 35 (c) A penalty prescribed under this section is in addition 36 to any other penalty provided by the laws of this state. (Acts 63rd 37 Leg., R.S., Ch. 438, Sec. 13(b) (part).)

Source Law

(b) The district may prescribe reasonable penalties for the breach of any regulation of the district, which penalties shall not exceed fines of more than Two Hundred Dollars (\$200.). The penalties hereby authorized shall be in addition to any other penalties provided by the laws of Texas and . . . [provided, however, that no rule or regulation which provides a penalty for the violation thereof] . . .

Revisor's Note

Section 13(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that a criminal penalty adopted by the board may be enforced by complaints filed in the appropriate court. revised law omits the reference to complaints because the Code of Criminal Procedure, applicable to all criminal proceedings in this state under Article 1.02 of that code, provides that the prosecution of an offense may be initiated by the filing of a complaint before a magistrate or a district or county attorney. The law omits the reference "the revised to appropriate court of jurisdiction" because the constitution and general laws of this state determine which courts have jurisdiction to accept a criminal complaint charging the violation of a rule adopted by the board for which the board has also adopted a penalty under this section. The omitted law reads:

(b) . . . [The penalties] . . . may be enforced by complaints filed in the appropriate court of jurisdiction, . . .

Revised Law

Sec. 8509.0203. NOTICE OF RULE PROVIDING PENALTY. (a) If the district adopts a rule that provides a penalty, the district must publish a substantive statement of the rule and the penalty once a week for two consecutive weeks in each county in which any part of the reservoir to which the rule applies is situated.

37 (b) A single statement must be as condensed as possible so 38 that the act prohibited by the rule can be easily understood.

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- 1 (c) The statement may include notice of any number of rules.
- 2 (d) The notice must state that:
- 3 (1) a person who violates the rule is subject to a
- 4 penalty; and

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- 5 (2) the rule is on file in the district's principal
- 6 office, where the rule may be read by any interested person.
- 7 (e) A rule takes effect five days after the date of second
- 8 publication of the statement under this section. (Acts 63rd Leg.,
- 9 R.S., Ch. 438, Sec. 13(b) (part).)

10 <u>Source Law</u>

(b) . . . provided, however, that no rule or regulation which provides a penalty for the violation ${\bf r}$ thereof shall be in effect, as to enforcement of the penalty, until five (5) days next after the district have caused a substantive statement of may particular rule or regulation and the penalty for the violation thereof to be published, once a week for two (2) consecutive weeks in the county in which such reservoir is situated, or in any county in which it is partly situated. The substantive statement so to be published shall be as condensed as is possible to afford an intelligent direction of the mind to the act forbidden by the rule or regulation; one (1) notice may embrace any number of regulations; there must be embraced in the notice advice that breach of the particular regulation, or regulations, will subject the violator to the infliction of a penalty and there also shall be included in the notice advice that the full text of the regulations sought to be enforced is on file in the principal office of the district, where the same may be read by any interested person. (5) days after the second publication of the notice hereby required, the advertised regulation shall be in effect, and ignorance of any such regulation shall not constitute a defense to a prosecution enforcement of a penalty and, .

Revisor's Note

Section 13(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that "ignorance of any such regulation shall not constitute a defense to a prosecution for the enforcement of a penalty." The revised law omits the quoted language because it duplicates, in substance, Section 8.03(a), Penal Code, which applies under Section 1.03(b) of that code to a violation of a rule adopted by the board for which the board has prescribed a penalty. Section

- 1 8.03(a), Penal Code, provides that after a law has
- 2 taken effect, ignorance of the provisions of the law is
- 3 not a defense to prosecution.

4 Revised Law

- 5 Sec. 8509.0204. JUDICIAL NOTICE OF RULES. A court shall
- 6 take judicial notice of a rule adopted under this subchapter and
- 7 published as required by Section 8509.0203, and the court shall
- 8 consider the rule to be similar in nature to a penal ordinance of a
- 9 municipality. (Acts 63rd Leg., R.S., Ch. 438, Sec. 13(b) (part).)

10 Source Law

- 11 (b) . . . the rules and regulations authorized 12 hereby, after the required publication, shall 13 judicially be known to the courts and shall be 14 considered of a nature like unto that of valid penal 15 ordinance of a city of the state.
- 16 Revisor's Note
- Section 13(b), Chapter 438, Acts of the 63rd
- 18 Legislature, Regular Session, 1973, refers to a "valid
- 19 penal ordinance of a city of the state." The revised
- law omits "valid" as unnecessary because the word does
- 21 not add to the clear meaning of the law. An ordinance
- is not an ordinance if it is not valid.
- 23 <u>Revised Law</u>
- Sec. 8509.0205. ENFORCEMENT BY PEACE OFFICERS. (a) A
- 25 licensed peace officer may make an arrest when necessary to prevent
- 26 or abate the commission of an offense:
- 27 (1) in violation of a district rule or a law of this
- 28 state that occurs or threatens to occur on any land, water, or
- 29 easement owned or controlled by the district; or
- 30 (2) involving damage to any property owned or
- 31 controlled by the district.
- 32 (b) A peace officer may make an arrest under Subsection
- 33 (a)(2) at any location. (Acts 63rd Leg., R.S., Ch. 438, Sec.
- 34 13(c).)
- 35 <u>Source Law</u>
- 36 (c) Any duly constituted peace officer,

provided such officers meet the Texas Law Officers minimum certification requirements, shall have the power to make arrests when necessary to prevent or abate the commission of any offense against the regulations of the district, and against the laws of the State of Texas, when any such offense or threatened offense occurs upon any land, water or easement owned or controlled by the district, or to make such arrest at any place, in case of an offense involving injury or detriment to any property owned or controlled by such district.

Revisor's Note

- (1) Section 13(c), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a "duly constituted peace officer, provided such officers meet the Texas Law Officers minimum certification requirements." The revised law substitutes "licensed peace officer" for the quoted language because Subchapter G, Chapter 1701, Occupations Code, which regulates the licensing of peace officers, requires a person employed as a peace officer to hold a license issued by the Texas Commission on Law Enforcement.
- (2) Section 13(c), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to an offense involving "injury or detriment." The revised law substitutes "damage" for "injury or detriment" because "damage" conforms to the terminology of the Penal Code regarding property offenses.
- SUBCHAPTER F. GENERAL FINANCIAL PROVISIONS

30 Revised Law

- 31 Sec. 8509.0251. TAX METHOD. (a) The district shall use the 32 ad valorem plan of taxation.
- 33 (b) The board is not required to hold a hearing on the 34 adoption of a plan of taxation. (Acts 63rd Leg., R.S., Ch. 438, 35 Sec. 16 (part).)

36 Source Law

Sec. 16. It shall not be necessary for the board

18. . . to hold . . . a hearing on the adoption of a plan

19. of taxation, but the ad valorem plan of taxation shall

20. be used by the district.

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Revised Law

- 2 Sec. 8509.0252. AUTHORITY TO IMPOSE TAX; LIMITATION ON TAX
- 3 RATE; TAX ELECTION. (a) If a tax is authorized at an election under
- 4 Section 49.107, Water Code, the district annually may impose an ad
- 5 valorem tax on the taxable property in the district to provide
- 6 money:

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- 7 (1) necessary to construct or acquire, maintain, and
- 8 operate dams, works, plants, and facilities considered essential or
- 9 beneficial to the district and the district's purposes; or
- 10 (2) adequate to defray the cost of the district's
- 11 maintenance, operation, and administration.
- 12 (b) The district may not impose an ad valorem tax for the
- 13 district's maintenance, operation, and administration that exceeds
- 14 50 cents on the \$100 assessed valuation of the taxable property in
- 15 the district.

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- 16 (c) An election for the imposition of taxes authorized by
- 17 this section must be:
- 18 (1) ordered by the board; and
- 19 (2) held and conducted in the manner provided by this
- 20 chapter relating to elections for the authorization of bonds.
- 21 (Acts 63rd Leg., R.S., Ch. 438, Sec. 27 (part).)

22 <u>Source Law</u>

The district Sec. 27. may upon a favorable majority vote of the qualified property taxpaying electors of the district voting at an election held the boundaries of the district purpose, levy, assess and collect annual taxes to provide funds necessary to construct or acquire, maintain and operate dams, works, plants and facilities deemed essential or beneficial to the district and its purposes, and also when so authorized may levy, assess and collect annual taxes as provided by the Tax Code to provide funds adequate to defray the cost of the maintenance, operation and administration of the district; provided, however, that the district shall not have the power to levy or collect a tax for the maintenance, operation, and administration of the district which exceeds fifty cents (50¢) on the One Hundred Dollars (\$100) assessed valuation on the property subject to taxation. Elections for the levy of such taxes shall be ordered by the board and shall be held and conducted in the manner provided by this law relating to elections for the authorization of bonds....

Revisor's Note

(1) Section 27, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that the district may impose taxes if authorized by "a favorable majority vote of the qualified property taxpaying electors of the district voting at an election held within the boundaries of the district for that purpose." The revised law substitutes a reference to Section 49.107, Water Code, parts of which duplicate in substance provisions of Section 27.

To the extent that Section 27 limits the election to "qualified" voters, the revised law omits the requirement as unnecessary in this context because Chapter 11, Election Code, governs eligibility to vote in an election in this state and allows only "qualified" voters to vote in an election.

To the extent that Section 27 purports to limit the election to "property taxpaying electors," the revised law omits the requirement because in <u>Hill v. Stone</u>, 421 U.S. 289 (1975), the United States Supreme Court determined that property ownership as a qualification for voting is an unconstitutional denial of equal protection.

- (2) Section 27, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the district to levy, assess, and collect taxes to provide "funds" necessary or adequate for certain purposes. Throughout this chapter, the revised law substitutes "money" for "funds" (except where a specific type of fund is indicated) because, in context, the meaning is the same and "money" is the more commonly used term.
- (3) Section 27, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that the district may levy, assess, and collect taxes "as

- provided by the Tax Code" for certain purposes. The quoted language is omitted from the revised law as unnecessary. Any taxes imposed in the state must be imposed as provided by law, and therefore language
- 5 requiring conformity with the Tax Code is unnecessary.
- (4) Section 27, Chapter 438, Acts of the 63rd
 Legislature, Regular Session, 1973, requires the board
 to designate polling places for an election for the
 levy of the taxes authorized by that section. The
 revised law omits the provision because it duplicates
 in substance Section 43.004, Election Code. That
- 13 Election Code. The omitted law reads:

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Sec. 27. . . . The board shall designate such polling places as they deem fitting and proper.

17 Revised Law

Sec. 8509.0253. DEPOSITORY. (a) The board shall designate one or more banks in the district to serve as depository for the district's money.

section applies to the district under Section 1.002,

- 21 (b) District money shall be deposited with a designated 22 depository bank or banks, except that:
- 23 (1) money pledged to pay bonds may be deposited with 24 the trustee bank named in the trust agreement; and
- 25 (2) money shall be remitted to the bank of payment for 26 the payment of principal of and interest on bonds.
- (c) To the extent that money in a depository bank or a trustee bank is not insured by the Federal Deposit Insurance
- 29 Corporation, the money must be secured in the manner provided by law
- 30 for the security of county funds.
- 31 (d) The board shall prescribe the terms of service for 32 depositories.
- 33 (e) Before designating a depository bank, the board shall 34 issue a notice that:
- 35 (1) states the time and place at which the board will

- 1 meet to designate a depository bank or banks; and
- 2 (2) invites the banks in the district to submit an
- 3 application to be designated as a depository.
- 4 (f) The notice must be published one time in a newspaper or
- 5 newspapers published in the district and specified by the board.
- 6 (g) At the time stated in the notice, the board shall:
- 7 (1) consider the application and the management and
- 8 condition of each bank that applies; and
- 9 (2) designate as a depository the bank or banks that:
- 10 (A) offer the most favorable terms for handling
- 11 the money; and
- 12 (B) the board finds have proper management and
- 13 are in condition to handle the money.
- 14 (h) Membership on the board of an officer or director of a
- 15 bank does not disqualify the bank from being designated as a
- 16 depository.
- 17 (i) If the board does not receive any applications before
- 18 the time stated in the notice, the board shall designate one or more
- 19 banks located inside or outside the district on terms that the board
- 20 finds advantageous to the district. (Acts 63rd Leg., R.S., Ch. 438,
- 21 Sec. 29.)

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22 <u>Source Law</u>

- Sec. 29. (a) The board shall designate one (1) or more banks within the district to serve as depository for the funds of the district. All funds of the district shall be deposited in such depository bank or banks except that funds pledged to pay bonds may be deposited with the trustee bank named in the trust agreement, and except that funds shall be remitted to the bank of payment for the payment of principal of and interest on bonds. To the extent that funds in the depository banks and the trustee bank are not insured by the F.D.I.C. they shall be secured in the manner provided by law for the security of county funds.
- (b) Before designating a depository bank or banks, the board shall issue a notice stating the time and place when and where the board will meet for such purpose and inviting the banks in the district to submit applications to be designated depositories. The term of service for depositories shall be prescribed by the board. Such notice shall be published one (1) time in a newspaper or newspapers published in the district and specified by the board.
 - (c) At the time mentioned in the notice, the

applications shall consider the and management and condition of the banks filing them, and shall designate as depositories the bank or banks which offer the most favorable terms and conditions for the handling of the funds of the district and which board finds have proper management and are in condition to warrant handling of district Membership on the board of an officer or director of a shall not bank disqualify such bank from being designated as depository.

(d) If no applications are received by the time stated in the notice, the board shall designate some bank or banks within or without the district upon such terms and conditions as it may find advantageous to the

district.

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Revisor's Note

- (1) Section 29(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the "F.D.I.C." The revised law substitutes a reference to the "Federal Deposit Insurance Corporation" because that is the full name of that entity.
- (2) Sections 29(c) and (d), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refer to proposed or agreed "terms and conditions" for serving as the district's depository. The revised law omits "conditions" because, in context, the meaning of "conditions" is included in the meaning of "terms."

Revised Law

Sec. 8509.0254. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED.

30 The district is not required to pay a tax or assessment on a

31 district project or any part of the project. (Acts 63rd Leg., R.S.,

32 Ch. 438, Sec. 26 (part).)

Source Law

Sec. 26. . . . The district shall not be required to pay any tax or assessment on the project or any part thereof, and . . .

Revisor's Note (End of Subchapter)

Sections 28(a), (b), (c), (d), (e), (f), and (g),

Chapter 438, Acts of the 63rd Legislature, Regular

Session, 1973, establish procedures relating to the

imposition of ad valorem taxes. The revised law omits

those provisions as superseded by Title 1, Tax Code,

which was intended as a comprehensive, substantive codification of all ad valorem tax law and its administration. Title 1, Tax Code, was enacted by Chapter 841, Acts of the 66th Legislature, Regular Session, 1979. Section 6(b) of that act repealed all "general, local, and special laws" that conflicted with that act. The omitted law reads:

Sec. 28. (a) The tax rolls of the counties situated within the district are hereby adopted and shall constitute the tax rolls of the district until assessment and tax rolls shall be made by the district.

- (b) If the district issues and delivers bonds which are payable wholly or partially from ad valorem taxes, or votes the taxes as provided in Section 27, the board annually shall cause the taxable property in the district to be rendered and assessed for ad valorem taxation, and the value of such taxable property to be equalized, and the ad valorem taxes in the district to be collected, in accordance with any of the methods set forth in this section, and any method adopted shall remain in effect until changed by the board.
- remain in effect until changed by the board.

 (c) The laws of this State applicable to general-law cities and towns may be adopted and shall be used to the extent pertinent and practicable.
- (d) The laws of this State applicable to counties may be adopted and shall be used to the extent pertinent and practicable, provided that the board shall have the authority to act as its own board of equalization or to appoint three resident, qualified electors of the district who own taxable property therein to act as the board of equalization of the district, and in either case the board of equalization shall qualify and perform the duties prescribed by law for county commissioners courts acting as boards of equalization.
- (e) The board shall be authorized to have the taxable property in the district assessed, its values equalized, and/or its taxes collected, in whole or in part, by the tax assessors, board of equalization, and/or tax collectors, respectively, of any county, city, taxing district, or other governmental subdivision in which all or any part of the district is located; and such property may be assessed and the values thereof equalized on the same basis or a different basis than that used by any such governmental subdivision. Such property shall be assessed, the values thereof equalized, and such taxes collected in the manner and for such compensation as shall be agreed on between the appropriate parties, and the functions thus assumed by the

officials of any such governmental subdivision shall be additional duties governmental pertaining to their offices, respectively. The ad valorem tax law applicable to each such governmental subdivision shall apply to its officials in carrying out such functions for the district.

(t) It is specifically provided, however, that under any method used all $\frac{1}{2} \left(\frac{1}{2} \right)$ taxable property within the district shall be assessed on the same basis, and the values thereof shall be equalized by only one board of equalization, in an equal and uniform manner, as required by the Texas Constitution. If the board desires that taxable property shall be assessed taxes collected by the tax assessors and/or collectors of more than one governmental subdivision, the board shall either act as its own board of equalization or appoint three resident, qualified electors of the district who own taxable property therein to act as the board of equalization, and in either case the board of equalization shall qualify and perform the duties prescribed by law for county commissioners courts acting as boards of equalization.

(g) Any other method or procedure authorized permitted or by any other statute of the State may be adopted, whole or in part, to the extent pertinent

and practicable.

SUBCHAPTER G. BONDS

34 Revised Law

Sec. 8509.0301. AUTHORITY TO ISSUE BONDS. (a) The district 35

may issue bonds to carry out any power conferred by this chapter, 36

including to provide a source of water supply for municipalities 37

38 and other users for agricultural, municipal, domestic, industrial,

oil field flooding, and mining purposes.

40 The bonds must be authorized by a board resolution. (b)

(Acts 63rd Leg., R.S., Ch. 438, Secs. 20(a) (part), (b) (part), (c), 41

42 (e) (part).)

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Source Law

Sec. 20. (a) For the purpose of providing a source of water supply for cities and other users for agricultural, municipal, domestic, industrial, oil field flooding, and mining purposes, as authorized by this Act, and for the purpose of carrying out any other power or authority conferred by this Act, the district is empowered to issue its negotiable bonds . .

Such bonds shall be authorized by resolution (b)

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of the board and (c) Bonds may be issued in more than one (1) series and from time to time as required for carrying out the purposes of this Act.

(e) The district is also empowered to issue bonds . . .

3 <u>Revisor's Note</u>

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- (1) Section 20(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a "power or authority" conferred by that act. The revised law omits the reference to "authority" for the reason stated in Revisor's Note (1) to Section 8509.0160.
- Section 20(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, authorizes the district to issue "negotiable" bonds. The revised law "negotiable" because Section omits 1201.041, Government Code, provides that a public security is a negotiable instrument. Throughout this chapter, the revised law omits law that is superseded by Chapter 1201, Government Code, or that duplicates contained in that chapter. Chapter 1201, Government applies to district bonds under Sections 1201.002 and 1201.003, Government Code.
 - (3) Section 20(c), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, states that district bonds may be issued in "more than one (1) series." The revised law omits the quoted language because it duplicates a provision of Section 1201.022, Government Code.

Revised Law

- Sec. 8509.0302. FORM OF BONDS. District bonds must be:
- 28 (1) issued in the district's name;
- 29 (2) signed by the president or vice president; and
- 30 (3) attested by the secretary. (Acts 63rd Leg., R.S.,
- 31 Ch. 438, Sec. 20(b) (part).)

32 Source Law

33 (b) [Such bonds] . . . shall be issued in the 34 name of the district, signed by the president or vice 35 president, attested by the secretary and

Revisor's Note

Section 20(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that district bonds must bear the seal of the district and authorizes "printed or lithographed" signatures and The revised law omits those provisions as seals. unnecessary. The requirement that the bonds bear the seal of the district was impliedly repealed by Section 3, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes) (revised in relevant part in 1999 as Section 1201.026(a), Government Code), which provides that bonds may be signed with or without The authorization for the use of printed or a seal. duplicates lithographed signatures Section 1201.026(a), Government Code, which also provides that bonds and interest coupons may be executed with manual or facsimile signatures. The omitted law reads:

(b) [Such bonds] . . . shall bear the seal of the district. It is provided, however, that the signatures of the president or of the secretary or of both may be printed or lithographed on the bonds if authorized by the board, and that the seal of the district may be impressed on the bonds or may be printed or lithographed thereon. . . .

Revised Law

Sec. 8509.0303. MATURITY. District bonds must mature not later than 40 years after the date of their issuance. (Acts 63rd Leg., R.S., Ch. 438, Sec. 20(b) (part).)

31 Source Law

32 (b) . . . The bonds shall mature serially or otherwise in not to exceed forty (40) years and

34 <u>Revisor's Note</u>

Section 20(b), Chapter 438, Acts of the 63rd
Legislature, Regular Session, 1973, provides that
district bonds shall mature "serially or otherwise."
The revised law omits the quoted language because it is

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superseded by Section 1201.021, Government 1 2 (enacted as Section 3, Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes)), 3 4 which provides that the governing body of an issuer may determine the time of payment of public securities it 5 issues, and by Section 1201.022, Government Code 6 7 (enacted as Section 5(a), Bond Procedures Act of 1981 (Article 717k-6, Vernon's Texas Civil Statutes)), 8 which provides that a public security may be issued 9 with specified characteristics, on specified terms, or 10 in a specified manner. 11

12 Revised Law

- Sec. 8509.0304. ELECTION FOR BONDS PAYABLE FROM AD VALOREM TAXES. (a) Bonds, other than refunding bonds, payable wholly or partly from ad valorem taxes may not be issued unless authorized by a majority vote of the voters voting at an election held for that purpose.
- 18 (b) The board may call an election under this section 19 without a petition. The resolution calling the election must 20 specify:
- 21 (1) the time and places at which the election will be 22 held;
- 23 (2) the purpose for which the bonds will be issued;
- 24 (3) the maximum amount of the bonds;
- 25 (4) the maximum maturity of the bonds;
- 26 (5) the form of the ballot; and
- 27 (6) the presiding judge for each polling place.
- 28 (c) Notice of the election must be given by publishing a
 29 substantial copy of the resolution calling the election in one
 30 newspaper published in each municipality contained in the district
 31 for two consecutive weeks. The first publication must be not later
 32 than the 21st day before the date of the election. In any
 33 municipality in which a newspaper is not published, notice must be
 34 given by posting a copy of the resolution in three public places.

1 (d) The district may issue bonds not payable wholly or 2 partly from ad valorem taxes without an election. (Acts 63rd Leg., 3 R.S., Ch. 438, Secs. 23(a), (b).)

Source Law

- Sec. 23. (a) No bonds payable wholly or partially from ad valorem taxes (except refunding bonds) shall be issued unless authorized by a majority vote of the constitutionally qualified electors voting at such election. Bonds not payable wholly or partially from ad valorem taxes may be issued without an election.
- (b) Such election may be called by the board a petition. The resolution calling the without election shall specify the time and places of holding the same, the purpose for which the bonds are to be issued, the maximum amount thereof, the maximum the maximum maturity thereof, the form of the ballot, and the presiding judge for each voting place. The presiding judge serving at each voting place shall appoint one (1) assistant judge and at least two (2) clerks to Notice of assist in holding such election. election shall be given by publishing a substantial copy thereof in one (1) newspaper published in each city contained in the district for two (2) consecutive weeks. The first publication shall be at least twenty-one (21) days prior to the election. In any city in which no newspaper is published, notice shall be given by posting a copy of the resolution in three (3) public places.

Revisor's Note

- (1) Section 23(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a "voting place." The revised law substitutes "polling place" for "voting place" because "polling place" is the term used in the Election Code.
- (2) Section 23(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that "[t]he presiding judge serving at each voting place shall appoint one (1) assistant judge and at least two (2) clerks to assist in holding such election." The revised law omits the quoted language for the reason stated in Revisor's Note (7) to Section 8509.0051.
- (3) Section 23(c), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that the board shall receive and canvass election returns. The revised law omits that provision for the reason stated

- in Revisor's Note (9) to Section 8509.0051. The omitted law reads:
- 3 (c) The returns of the election shall be made to and canvassed by the board.
- 5 Section 23(d), Chapter 438, Acts of the 63rd 6 Legislature, Regular Session, 1973, provides that the 7 general laws relating to elections apply to an 8 election under that section except as otherwise provided by that act. The revised law omits that 9 10 provision because Section 1.002, Election the Election Code applies 11 provides that to all 12 elections in this state. An exception to the application of the Election Code would apply by its own 13 14 terms. The omitted law reads:
- 15 (d) The General Laws relating to
 16 elections shall be applicable to elections
 17 held under this Section of this law except
 18 as otherwise provided in this law.

19 Revised Law

- Sec. 8509.0305. BONDS PAYABLE FROM REVENUE. (a) In this section, "net revenue" means the district's gross revenue and income from all sources less the amount necessary to pay the cost of
- 23 maintaining and operating the district and the district's property.
- 24 (b) Bonds issued under this subchapter may be secured under 25 board resolution by a pledge of:
- 26 (1) all or part of the district's net revenue;
- 27 (2) the net revenue of one or more contracts made
- 28 before or after the issuance of the bonds; or
- 29 (3) other revenue or income specified by board
- 30 resolution or in the trust indenture.
- 31 (c) The pledge may reserve the right to issue additional
- 32 bonds on a parity with, or subordinate to, the bonds being issued,
- 33 subject to conditions specified by the pledge. (Acts 63rd Leg.,
- 34 R.S., Ch. 438, Secs. 20(a) (part), (d).)
- 35 <u>Source Law</u>
- 36 (a) . . . the district is empowered to issue

- 1 . . . bonds to be payable from revenues or . . . as are pledged by resolution of the board. . . .
- 3 The bonds may be secured by a pledge of all 4 or part of the net revenue of the district, or by the revenues of any one (1) or more contracts 5 theretofore or thereafter made or other revenue or 6 7 income specified by resolution of the board or in the 8 trust indenture. Any such pledge may reserve the 9 additional bonds which will be on a parity with or to issue right, under conditions therein specified, 10 11 "net revenues" as used in this Section shall mean the 12 gross revenues and income of the district from all sources after deduction of the amount necessary to pay 13 14 the cost of maintaining and operating the district and 15 16 its properties.

17 <u>Revised Law</u>

- 18 Sec. 8509.0306. BONDS PAYABLE FROM AD VALOREM TAXES. The
- 19 board may issue bonds payable, as pledged by board resolution,
- 20 from:
- 21 (1) ad valorem taxes imposed on taxable property in
- 22 the district; or
- 23 (2) ad valorem taxes and revenue of the district.
- 24 (Acts 63rd Leg., R.S., Ch. 438, Secs. 20(a) (part), (e) (part).)

25 Source Law

- 26 (a) . . . the district is empowered to issue 27 . . . bonds to be payable from . . . taxes or both 28 revenues and taxes of the district as are pledged by 29 resolution of the board. . . .
- 30 (e) The district is also empowered to issue bonds payable from ad valorem taxes to be levied on all taxable property therein, or to issue bonds secured by and payable from both such taxes and the revenues of the district. . .

35 <u>Revised Law</u>

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authorizing the issuance of the bonds.

and

Sec. 8509.0307. TAX AND RATE REQUIREMENTS. (a) 36 If the district issues bonds payable wholly or partly from ad valorem 37 38 taxes, the board shall impose an ad valorem tax on the taxable property in the district sufficient to pay the principal of and the 39 40 interest on the bonds as the bonds and interest become due without 41 limit as to the rate or the amount. The board may adopt the rate of the tax for any year after considering the money received from the 42 43 pledged revenue available for payment of principal and interest to

the extent

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the manner permitted by the resolution

- 1 (b) If the district issues bonds payable wholly or partly
- 2 from revenue, the board shall set and revise the rates of
- 3 compensation for water sold and services rendered by the district.
- 4 (c) For bonds payable wholly from revenue, the rates of
- 5 compensation must be sufficient to:
- 6 (1) pay the expense of operating and maintaining the
- 7 district's facilities;
- 8 (2) pay the bonds as they mature and the interest as it
- 9 accrues; and
- 10 (3) maintain the reserve and other funds as provided
- 11 by the resolution authorizing the issuance of the bonds.
- 12 (d) For bonds payable partly from revenue, the rates of
- 13 compensation must be sufficient to assure compliance with the
- 14 resolution authorizing the issuance of the bonds. (Acts 63rd Leg.,
- 15 R.S., Ch. 438, Secs. 20(e) (part), (f), 28(h).)

16 <u>Source Law</u>

17 [Sec. 20] 18 (e)

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- (e) . . . Where bonds are issued payable wholly or partially from ad valorem taxes, it shall be the duty of the board to levy a tax sufficient to pay the bonds and the interest thereon as such bonds and interest become due without limit as to the rate or the amount, but the rate of the tax for any year may be fixed after giving consideration to the money received from the pledged revenues which may be available for payment of principal and interest to the extent and in the manner permitted by the resolution authorizing the issuance of the bonds.
- (f) Where bonds payable wholly from revenues are issued, it shall be the duty of the board to fix, and from time to time to revise, the rates of compensation for water sold and services rendered by the district which will be sufficient to pay the expense of operating and maintaining the facilities of the district and to pay the bonds as they mature and the interest as it accrues and to maintain the reserve and other funds as provided in the resolution authorizing the bonds. Where bonds payable partially from revenues are issued it shall be the duty of the board to fix, and from time to time to revise, the rate of compensation for water sold and services rendered by the district which will be sufficient to assure compliance with the resolution authorizing the bonds.

[Sec. 28]

(h) If the district issues and delivers bonds payable wholly or partially from ad valorem taxes, the board shall levy and cause to be assessed and collected ad valorem taxes sufficient to pay the interest on and principal of said bonds, without limit as to the rate or the amount.

Revisor's Note

Section 20(e), Chapter 438, Acts of the 63rd

Legislature, Regular Session, 1973, provides that the

rate of the ad valorem tax for any year may be "fixed"

by the board. The revised law substitutes "adopt" for

"fixed" to conform to the terminology used in Section

26.05, Tax Code.

8 Revised Law

Sec. 8509.0308. ADDITIONAL SECURITY. (a) District bonds, 9 including refunding bonds, that are not payable wholly from ad 10 valorem taxes may be additionally secured, 11 at the board's discretion, by a deed of trust or mortgage lien on the district's 12 physical property and all franchises, easements, water rights and 13 appropriation permits, leases, and contracts and all rights 14 appurtenant to the property, vesting in the trustee power to: 15

- (1) sell the property for the payment of the debt;
- 17 (2) operate the property; and
- 18 (3) take other action to further secure the bonds.
- 19 (b) A purchaser under a sale under the deed of trust lien, if 20 one is given:
- 21 (1) is the absolute owner of the property, facilities,
- 22 and rights purchased; and
- 23 (2) is entitled to maintain and operate the property,
- 24 facilities, and rights. (Acts 63rd Leg., R.S., Ch. 438, Sec. 22
- 25 (part).)

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26 <u>Source Law</u>

Sec. 22. Any bonds (including refunding bonds) authorized by this law, not payable wholly from ad valorem taxes, . . . Such bonds, within the discretion of the board, may be additionally secured by a deed of trust or mortgage lien upon physical properties of the district and all franchises, easements, water rights and appropriation permits, leases and contracts and all rights appurtenant to such properties vesting in the trustee power to sell the properties for the payment of the indebtedness, power to operate the properties and all other powers and authority for the further security of the bonds. . . Any purchaser under a sale under the deed of trust lien, where one is given, shall be the absolute owner of the properties, facilities and rights so

purchased and shall have the right to maintain and operate the same.

3 Revised Law

- 4 Sec. 8509.0309. TRUST INDENTURE. (a) District bonds,
- 5 including refunding bonds, that are not payable wholly from ad
- 6 valorem taxes may be additionally secured by a trust indenture. The
- 7 trustee may be a bank with trust powers located inside or outside
- 8 the state.
- 9 (b) A trust indenture, regardless of the existence of a deed
- 10 of trust or mortgage lien on property, may:
- 11 (1) provide for the security of the bonds and the
- 12 preservation of the trust estate as prescribed by the board;
- 13 (2) provide for amendment or modification of the trust
- 14 indenture;

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- 15 (3) provide for the issuance of bonds to replace lost
- 16 or mutilated bonds;
- 17 (4) condition the right to spend district money or
- 18 sell district property on the approval of a licensed engineer
- 19 selected as provided by the trust indenture; and
- 20 (5) provide for the investment of district money.
- 21 (Acts 63rd Leg., R.S., Ch. 438, Sec. 22 (part).)

22 <u>Source Law</u>

Sec. 22. Any bonds (including refunding bonds) authorized by this law, not payable wholly from ad valorem taxes, may be additionally secured by a trust indenture under which the Trustee may be a bank having trust powers situated either within or outside of the State of Texas. . . Such trust indenture, regardless of the existence of the deed of trust or mortgage lien on the properties may contain any provisions prescribed by the board for the security of the bonds and the preservation of the trust estate, and may make provision for amendment or modification thereof and the issuance of bonds to replace lost or mutilated bonds, and may condition the right to expend district money or sell district property upon approval of a registered professional engineer selected as provided therein, and may make provision for the investment of funds of the district. . .

Revisor's Note

Section 22, Chapter 438, Acts of the 63rd 42 Legislature, Regular Session, 1973, refers to a 43 "registered professional engineer." The revised law

- 1 substitutes "licensed engineer" for the quoted
- 2 language because under Chapter 1001, Occupations Code,
- 3 engineers are licensed, not registered.

4 Revised Law

5 Sec. 8509.0310. INTERIM BONDS OR NOTES. Before issuing

- 6 definitive bonds, the board may issue interim bonds or notes
- 7 exchangeable for definitive bonds. (Acts 63rd Leg., R.S., Ch. 438,
- 8 Sec. 20(a) (part).)

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9 Source Law

10 (a) . . . Pending the issuance of definitive 11 bonds the board may authorize the delivery of 12 negotiable interim bonds or notes, eligible for 13 exchange or substitution by use of the definitive 14 bonds.

Revisor's Note

- (1) Section 20(a), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to "negotiable" interim bonds or notes. The revised law omits "negotiable" for the reason stated in Revisor's Note (2) to Section 8509.0301.
- (2) Section 20(a), Chapter 438, Acts of the 63rd
 Legislature, Regular Session, 1973, refers to bonds or
 notes "eligible for exchange or substitution." The
 revised law substitutes "exchangeable" for the quoted
 language because, in context, "substitution" is
 included in the meaning of "exchange."

27 Revised Law

- Sec. 8509.0311. USE OF BOND PROCEEDS. (a) The district may set aside an amount of proceeds from the sale of bonds issued under this subchapter for the payment of interest expected to accrue during construction and a reserve interest and sinking fund. The resolution authorizing the bonds may provide for setting aside and using the proceeds as provided by this subsection.
- 34 (b) The district may use proceeds from the sale of the bonds 35 to pay any expense necessarily incurred in accomplishing the 36 district's purpose, including any expense of issuing and selling

1 the bonds.

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- 2 (c) The proceeds from the sale of the bonds may be
- 3 temporarily invested in direct obligations of the United States
- 4 maturing not later than the first anniversary of the date of
- 5 investment. (Acts 63rd Leg., R.S., Ch. 438, Sec. 20(g).)

6 Source Law

(g) From the proceeds from the sale of the bonds, the district may set aside an amount for the payment of interest expected to accrue during construction and a reserve interest and sinking fund, and such provision may be made in the resolution authorizing the bonds. Proceeds from the sale of the bonds may also be used for the payment of all expenses necessarily incurred in accomplishing the purpose for which this district is created, including expenses of issuing and selling the bonds. The proceeds from the sale of the bonds may be temporarily invested in direct obligations of the United States Government maturing in not more than one (1) year from the date of investment.

21 Revised Law

Sec. 8509.0312. APPOINTMENT OF RECEIVER. (a) On default or threatened default in the payment of principal of or interest on bonds issued under this subchapter that are payable wholly or partly from revenue, a court may, on petition of the holders of

outstanding bonds, appoint a receiver for the district.

- 27 (b) The receiver may collect and receive all district income 28 except taxes, employ and discharge district agents and employees, 29 take charge of money on hand, except money received from taxes, 30 unless commingled, and manage the district's proprietary affairs 31 without the consent of or hindrance by the board.
- 32 (c) The receiver may be authorized to sell or contract for 33 the sale of water or to renew those contracts with the approval of 34 the court that appointed the receiver.
- 35 (d) The court may vest the receiver with any other power or 36 duty the court finds necessary to protect the bondholders. (Acts 37 63rd Leg., R.S., Ch. 438, Sec. 20(h) (part).)

38 Source Law

(h) In the event of a default or a threatened default in the payment of principal or of interest on bonds payable wholly or partially from revenues, any court of competent jurisdiction may, upon petition of

the holders of outstanding bonds, appoint a receiver with authority to collect and receive all income of the district except taxes, employ and discharge agents and employees of the district, take charge of funds on hand (except funds received from taxes unless commingled) and manage the proprietary affairs of the district without consent or hindrance by the directors. Such also authorized to sell receiver may bе or contracts for the sale of water or renew such contracts with the approval of the court appointing him. court may vest the receiver with such other powers and as the court may find necessary protection of the holders of the bonds. . .

Revisor's Note

Section 20(h), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to a court "of competent jurisdiction." The revised law omits the quoted language because the general laws of civil jurisdiction determine which courts have "competent jurisdiction" over a matter. For example, see Section 24.003, Government Code, for the jurisdiction of certain district courts to appoint receivers.

23 <u>Revised Law</u>

- Sec. 8509.0313. REFUNDING BONDS. (a) The district may issue refunding bonds to refund outstanding bonds issued under this subchapter and interest on those bonds.
 - (b) Refunding bonds may:
 - (1) be issued to refund bonds of more than one series;
- 29 (2) combine the pledges for the outstanding bonds for 30 the security of the refunding bonds; or
- 31 (3) be secured by a pledge of other or additional
- 32 revenue or mortgage liens.

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- 33 (c) The provisions of this subchapter regarding the
- 34 issuance of other bonds, their security, and the remedies of the
- 35 holders apply to refunding bonds.
- (d) The comptroller shall register the refunding bonds on
- 37 surrender and cancellation of the bonds to be refunded.
- 38 (e) Instead of issuing bonds to be registered on the
- 39 surrender and cancellation of the bonds to be refunded, the
- 40 district, in the resolution authorizing the issuance of the

1 refunding bonds, may provide for the sale of the refunding bonds and

2 the deposit of the proceeds in a bank at which the bonds to be

refunded are payable. In that case, the refunding bonds may be

4 issued in an amount sufficient to pay the principal of and interest

5 on the bonds to be refunded to their option date or maturity date,

6 and the comptroller shall register the refunding bonds without the

7 surrender and cancellation of the bonds to be refunded. (Acts 63rd

8 Leg., R.S., Ch. 438, Sec. 21.)

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9 <u>Source Law</u>

The district is authorized to issue Sec. 21. refunding bonds for the purpose of refunding any outstanding bonds authorized by this Act and interest thereon. Such refunding bonds may be issued to refund more than one (1) series of outstanding bonds and combine the pledges for the outstanding bonds for the security of the refunding bonds, and may be secured by other or additional revenues and mortgage liens. provisions of this law with reference to the issuance by the district of other bonds, their security, and their approval by the Attorney General and the remedies of the holders shall be applicable to refunding bonds. Refunding bonds shall be registered by the Comptroller upon surrender and cancellation of the bonds to be refunded, but in lieu thereof, the resolution authorizing their issuance may provide that they shall be sold and the proceeds thereof deposited in the bank where the original bonds are payable, in which case the refunding bonds may be issued in an amount sufficient to pay the principal of and the interest on the original bonds to their option date or maturity date, and the Comptroller shall register them without concurrent surrender and cancellation of the original bonds.

Revisor's Note

Section 21, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, refers to the "approval by the Attorney General" of refunding bonds. The revised law omits the quoted language because it is superseded by Section 1202.003, Government Code, enacted in 1987 as Section 3.002(a), Chapter 53, Acts of the 70th Legislature, 2nd Called Session (Article 717k-8, Vernon's Texas Civil Statutes), which provides for approval of public securities by the attorney general. That section applies to bonds issued by the district bу application of Section 1202.001,

1 Government Code.

2	Revised Law

3 Sec. 8509.0314. LIMITATION ON RIGHTS OF BONDHOLDERS. The 4 resolution authorizing the bonds or the trust indenture securing the bonds may limit or qualify the rights of the holders of less 5 than all of the outstanding bonds payable from the same source to 6 7 institute or prosecute litigation affecting the district's property or income. (Acts 63rd Leg., R.S., Ch. 438, Sec. 20(h) 8 9 (part).)

10 Source Law

11 (h) The resolution authorizing 12 issuance of the bonds or the trust indenture securing 13 the bonds may limit or qualify the rights of the holders of less than all of the outstanding bonds 14 payable from the same source to institute or prosecute 15 16 any litigation affecting the district's property or 17 income.

18 Revised Law

Sec. 8509.0315. BONDS EXEMPT FROM TAXATION. A district bond, the transfer of the bond, and the income from the bond, including profits made on the sale of the bond, are exempt from taxation in this state. (Acts 63rd Leg., R.S., Ch. 438, Sec. 26 (part).)

24 <u>Source Law</u>

Sec. 26. . . . the bonds issued hereunder and their transfer and the income therefrom, including the profits made on the sale thereof, shall at all times be free from taxation within this state.

Revisor's Note (End of Subchapter)

(1) Section 20(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that district bonds may be sold at a price and under terms that the board determines to be the most advantageous reasonably obtainable. The revised law omits that provision because it duplicates or is superseded by provisions of general law. Section 1204.006(b), Government Code, provides that an issuer may sell public securities at any price. That section reflects

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the amendment of Chapter 3, Acts of the 61st Legislature, Regular Session, 1969 (Article 717k-2, Vernon's Texas Civil Statutes), now Chapter 1204, Government Code, by Section 1, Chapter 61, Acts of the 67th Legislature, Regular Session, 1981. Section 1204.006(b) applies to district bonds by application of Sections 1204.001 and 1204.002, Government Code. Section 1201.022, Government Code, as amended by Section 1, Chapter 769, Acts of the 77th Legislature, Regular Session, 2001, provides that an issuer may sell public securities "under the terms determined by the governing body of the issuer to be in the issuer's best interests." The omitted law reads:

- (b) . . . [bonds] . . . may be sold
 at a price and under terms determined by the
 board to be the most advantageous
 reasonably obtainable and
- (2) Section 20(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that district bonds may be called, or redeemed, before maturity at the time and price specified in the resolution authorizing the bonds. The revised law omits that provision because it duplicates Sections 1201.021 and 1201.022, Government Code, which provide that a public security may be redeemed before maturity and be payable in specified amounts and at specified times. The omitted law reads:
 - (b) . . . [bonds] . . . within the discretion of the board may be made callable prior to maturity at such times and prices as may be prescribed in the resolution authorizing the bonds, and . . .
- (3) Section 20(b), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, provides that district bonds may be made registrable as to principal or as to principal and interest. The revised law omits that provision because it duplicates Section

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- 1 1201.024(a)(3), Government Code. The omitted law reads:
 - (b) . . . [bonds] . . . may be made registrable as to principal or as to both principal and interest.
 - Section 20(i), Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, requires district to secure approval from the Texas Commission on Environmental Quality in the manner provided by Section 51.421, Water Code, before issuing bonds for Chapter 715, Acts improvements. of the 74th Legislature, Regular Session, 1995, repealed Section 51.421, Water Code, and enacted Section 49.181, Water Code, to govern the authority of the commission over the issuance of district bonds. A reference to Section 49.181, Water Code, is unnecessary because that section applies to the district under Sections 49.001 and 49.002, Water Code, without an express reference to that section in this chapter. The omitted law reads:
 - (i) Before the district shall issue any bonds for improvements authorized herein, it shall secure prior approval from the commission in the manner provided by Section 51.421, Texas Water Code.
 - (5) Section 24, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, requires the district to deliver bonds it issues to the attorney general for examination and approval. Section 24 also requires the attorney general to approve district bonds if the bonds were authorized under law. In addition, Section 24 provides that after approval the bonds must be registered with the comptroller and that after approval and registration the bonds are incontestable. The revised law omits those provisions as superseded by Chapter 1202, Government Code (enacted as Article 3, Chapter 53, Acts of the 70th

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Legislature, 2nd Called Session, 1987). 1202.003, Government Code, provides for approval of the bonds by the attorney general and requires the attorney general to submit the approved bonds to the comptroller for registration. Section 1202.005, Government Code, requires registration of the bonds by the comptroller. Section 1202.006, Government Code, provides that after approval and registration the bonds are incontestable and binding obligations. Chapter 1202, Government Code, applies to district application of Sections 1202.001 bonds bу and 1202.003(c), Government Code. The omitted law reads:

> Sec. 24. After any bonds (including refunding bonds) are authorized by the district, bonds and record such the relating to their issuance shall submitted to General the Attorney for validity the examination as to If such bonds have been thereof. authorized and . . . in accordance with the Constitution and laws of the State of Texas $\,$ the Attorney General shall approve the . . . the bonds then shall be bonds and registered by the Comptroller of Public Accounts. Thereafter the bonds, and . . . shall be valid and binding and shall be incontestable for any cause.

Section 24, Chapter 438, Acts of the 63rd (6) Legislature, Regular Session, 1973, details various procedures regarding approval of bond contracts and proceedings by the attorney general. The revised law omits the portion of Section 24 regarding the validity and incontestability of a contract the proceeds of which are pledged to the payment of a bond as impliedly repealed by Section 1202.006, Government Code (enacted as Section 3.002(d), Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987). Section 1202.006, Government Code, provides that after approval and registration of the bond, the bond and contract are not contestable for any reason. Section 1202.006 applies to district bonds by application of

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Sections 1202.001 and 1202.003(c), Government Code.

The omitted law reads:

Sec. 24. Where such bonds recite that they are secured by a pledge of the proceeds of a contract theretofore made between the district and any city or other governmental agency, authority or district, a copy of such contract and the proceedings of the city or other governmental agency, authority or district authorizing such contract shall also be submitted to the Attorney General. . . if such contracts have been made [in accordance with the Constitution and laws of the State of Texas the Attorney General shall approve] such contracts and [Thereafter] such contracts and [Thereafter]
. . . the contracts, if any, [shall be valid . shall be incontestable for any cause.]

Section 25, Chapter 438, Acts of the 63rd Legislature, Regular Session, 1973, lists the entities for which district bonds are legal investments and provides that district bonds may secure deposits of public funds of the state or political subdivisions. The revised law omits the provision relating to the eligibility of district bonds to be considered as investments for various entities because it. duplicates, in substance, Section 49.186(a), Water Code. While Section 25 lists "guardians" and Section 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a guardian is a fiduciary. The revised law omits the provision relating to the use of district bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as

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Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of other public agencies, including political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

Sec. 25. All bonds of the district shall be and are hereby declared to be legal investments for authorized banks. savings banks, trust companies, building and loan association, savings and association, insurance companies, fiduciaries, trustees, guardians, and for sinking fund of cities, the towns. villages, counties, school districts, other political corporations subdivisions of the State of Texas. Such bonds shall be eligible to secure the deposit of any and all public funds of the State of Texas, and any and all public funds of cities, towns, villages, counties, districts, political school or other corporations or subdivision of the State of Texas; and such bonds shall be lawful and sufficient security for said deposits to the extent of their value, when accompanied unmatured coupons by all appurtenant thereto.

Revisor's Note (End of Chapter)

Section 16, Chapter 438, Acts of the 63rd (1)Legislature, Regular Session, 1973, provides that the board is not required to call a confirmation election or hold a hearing on the exclusion of land. revised law omits the provision as executed. The provision is a transition provision addressing the applicability of provisions of the general law in effect at the time of the district's creation that would have required the district to hold both a confirmation election and a hearing on the exclusion of land. The omitted provision negates those general law requirements as inapplicable to this legislatively created district. The power or duty to hold a hearing to exclude land subsequent to the creation of the district is governed by Subchapter J, Chapter 49,

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1 Water Code, which applies to the district under 2 Sections 49.001 and 49.002 of that code. The omitted 3 law reads:

> [It shall not be necessary Sec. 16. for the board to call a confirmation election or [to hold] a hearing on the exclusion of lands or .

Section 31, Chapter 438, Acts of the 63rd (2)Legislature, Regular Session, 1973, and Section 8, Chapter 115, Acts of the 64th Legislature, Regular Session, 1975, provide that the act is severable. revised law omits that provision because the same result is produced by application of Section 311.032, Government Code (Code Construction Act), which states that a provision of a statute is severable from each other provision of the statute that can be given effect. The omitted law reads:

[Acts 63rd Leg., R.S., Ch. 438]

Sec. 31. . . . If any provision of the Act shall be invalid, such fact shall not affect the creation of the Authority or the validity of any other provision of \bar{t} his Act, and the Legislature here declares that it would have created the Authority and enacted the valid provisions of this Act notwithstanding the invalidity of any other provision or provisions hereof.

[Acts 64th Leg., R.S., Ch. 115]
Sec. 8. In case any one or more of the sections, provisions, clauses, or words of this Act, or the application thereof to any situation or circumstance, shall for any bе held bе invalid to unconstitutional, invalidity such or unconstitutionality shall not affect other sections, provisions, clauses, words of this Act, or the applicat application thereof to any other situation or circumstance, and it is intended that this thereof shall be severable and shall construed and applied as if any such invalid or unconstitutional section, provision, clause, or word has not been included herein.

Sections 6 and 7, Chapter 115, Acts of the (3)64th Legislature, Regular Session, 1975, and Sections 2 and 3, Chapter 651, Acts of the 70th Legislature, Regular Session, 1987, validate certain actions of the

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district or the board. Those provisions are omitted from the revised law because they served their purposes on the day they took effect and are executed Section 311.031(a)(2), Government Code (Code law. Construction Act), provides that the repeal of statute does not affect any validation previously made Therefore, the omission of the under the statute. executed validation provision does not affect the validation. The omitted law reads:

[Acts 64th Leg., R.S., Ch. 115] Sec. 6. The organization proceedings and maintenance tax election of the Palo Duro River Authority of Texas are hereby

validated in all respects. Sec. 7. This Act shall have application to litigation now pending in any court of competent jurisdiction in the State.

[Acts 70th Leg., R.S., Ch. 651]

All resolutions, orders, and Sec. 2. other acts or attempted acts of the board of directors of the district, together with annexations bу the district annexation elections, and all proceedings of the district, authorizing the issuance of bonds of the district, including voted but unissued bonds of the district, bond elections, and the bond taxes voted for and bonds, all those contracts are all respects. validated in All resolutions, orders, and other acts or attempted acts of the board of directors of the district, annexations, all proceedings of the district, the district's bonds, bond elections, bond taxes, pledged revenues, and contracts are valid as though they had originally been legally authorized accomplished.

Sec. 3. This Act does not apply to or affect litigation now pending in any court of competent jurisdiction in this state to which the district is a party.

(4)Section 5, Chapter 17, Acts of the 68th Legislature, Regular 1983, Session, provides transition procedures related to suits against the district. The revised law omits that provision as executed. The omitted law reads:

Sec. 5. This Act applies only to suits against the Palo Duro River Authority filed on or after the effective date of this Act. A suit filed before the effective date

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1 2	of this Act is governed by the law in effect at the time the suit was filed.
3	(5) Section 13, Chapter 1046, Acts of the 85th
4	Legislature, Regular Session, 2017, recites
5	legislative findings regarding procedural
6	requirements for legislation affecting the district
7	under the constitution and other laws and rules,
8	including proper legal notice and the filing of
9	recommendations. The revised law omits those
10	provisions as executed. The omitted law reads:
11 112 13 14 15 16 17 18 19 19 19 19 19 19 19 19 19 19 19 19 19	Sec. 13. (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.
37	SUBTITLE H. DISTRICTS GOVERNING GROUNDWATER
38	CHAPTER 8893. LIVE OAK UNDERGROUND WATER CONSERVATION DISTRICT
39	SUBCHAPTER A. GENERAL PROVISIONS
40	Sec. 8893.0001. DEFINITIONS
41	Sec. 8893.0002. NATURE OF DISTRICT
12	Sec. 8893.0003. DISTRICT TERRITORY
43	Sec. 8893.0004. CONFLICTS OF LAW
14	SUBCHAPTER B. BOARD OF DIRECTORS
45	Sec. 8893.0051. COMPOSITION OF BOARD; TERMS
16	Sec. 8893.0052. ELECTION OF DIRECTORS
17	Sec. 8893.0053. ELECTION OF DIRECTORS AFTER ANNEXATION323

1	Sec. 8893.0054. ELECTION DATE
2	Sec. 8893.0055. QUALIFICATIONS FOR OFFICE
3	SUBCHAPTER C. POWERS AND DUTIES
4	Sec. 8893.0101. GENERAL POWERS AND DUTIES
5	Sec. 8893.0102. ADMINISTRATIVE PROCEDURES
6	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
7	Sec. 8893.0151. TAX AND BOND PROVISIONS325
8	CHAPTER 8893. LIVE OAK UNDERGROUND WATER CONSERVATION DISTRICT
9	SUBCHAPTER A. GENERAL PROVISIONS
10	Revised Law
11	Sec. 8893.0001. DEFINITIONS. In this chapter:
12	(1) "Board" means the district's board of directors.
13	(2) "Director" means a board member.
14	(3) "District" means the Live Oak Underground Water
15	Conservation District. (Acts 71st Leg., R.S., Ch. 715, Sec. 2;
16	New.)
17	Source Law
18 19	Sec. 2. In this Act, "district" means the Live Oak Underground Water Conservation District.
20	Revisor's Note
21	The definitions of "board" and "director" are
22	added to the revised law for drafting convenience and
23	to eliminate frequent, unnecessary repetition of the
24	substance of the definitions.
25	Revised Law
26	Sec. 8893.0002. NATURE OF DISTRICT. The district is
27	created to provide for the conservation, preservation, protection,
28	recharge, and prevention of waste of the groundwater reservoirs
29	located under district land, consistent with the objectives of
30	Section 59, Article XVI, Texas Constitution, and Chapter 36, Water
31	Code. (Acts 71st Leg., R.S., Ch. 715, Sec. 4.)
32	Source Law
33 34 35	Sec. 4. The district is created to provide for the conservation, preservation, protection, recharge, and prevention of waste of the underground water reservoirs located under district land consistent with

the objectives of Article XVI, Section 59, of the Texas Constitution and Chapter 36, Water Code.

3 <u>Revisor's Note</u>

4, Chapter 715, Acts of the 4 Section 71st 5 Session, 1989, refers Legislature, Regular t 0 "underground water." Throughout this chapter, 6 revised law substitutes "groundwater" for the quoted 7 8 language to conform to the term used in Chapter 36, Water Code. 9

10 Revised Law

- Sec. 8893.0003. DISTRICT TERRITORY. The district includes the territory in Live Oak County unless the district's territory has been modified under:
- 14 (1) Subchapter J or K, Chapter 36, Water Code; or
- 15 (2) other law. (Acts 71st Leg., R.S., Ch. 715, Sec. 3;
- 16 New.)

17 <u>Source Law</u>

18 Sec. 3. The district includes all of the territory located in Live Oak County.

20 Revisor's Note

Section 3, Chapter 715, Acts of 21 the 71st 22 Legislature, Regular Session, 1989, contains 23 description of the territory of the district. 24 description may not be accurate on the effective date 25 of the revised law or at the time of a later reading because the district's boundaries are subject 26 27 change. For the reader's convenience, the revised law 28 adds references to the authority to change 29 district's territory under Subchapter J or K, Chapter 36, Water Code, applicable to groundwater conservation 30 districts, and to the general authority of 31 the 32 legislature to enact other laws under which district's territory may change. 33

34 Revised Law

35 Sec. 8893.0004. CONFLICTS OF LAW. (a) This section applies

- 1 only to a provision of Chapter 36, Water Code, enacted on or before
- 2 June 12, 2017.

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- 3 (b) If there is a conflict between this chapter and Chapter
- 4 36, Water Code, this chapter controls. (Acts 71st Leg., R.S., Ch.
- 5 715, Sec. 13; New.)

6 Source Law

Sec. 13. If there is a conflict between this Act and Chapter 36, Water Code, this Act controls.

Revisor's Note

Section 13, Chapter 715, Acts of the 71st Legislature, Regular Session, 1989, provides that, in case of a conflict between that Act and Chapter 36, Water Code, the Act prevails. The revised law limits the application of Section 13 to provisions of Chapter 36 enacted on or before the date the last amendment of Section 13 took effect (June 12, 2017) to avoid making a substantive change in the interpretation of conflicts between Chapter 36, Water Code, and Chapter 715.

laws potentially govern the Three different relationship between Chapter 715 and the general laws in Chapter 36, Water Code: Section 13, Chapter 715; Section 311.026, Government Code (Code Construction Act); and Section 36.052, Water Code. Section 311.026, Government Code (enacted in 1985), provides that if there is a conflict between a general provision of law a special provision, the special provision prevails unless the general provision is the later enactment and the manifest intent is that the general provision prevail. Section 36.052, Water Code (enacted in 1997), provides that certain provisions of Chapter prevail over a conflicting or inconsistent provision of a special law.

Under Section 312.014, Government Code, if

1	statutes are irreconcilable, the statute latest in
2	date of enactment prevails. Therefore, to preserve
3	the date of enactment of Section 13, Chapter 715, for
4	the purposes of interpreting the interaction of
5	Section 13, Chapter 715, Section 311.026, Government
6	Code, and Section 36.052, Water Code, the revised law
7	adds a reference to the effective date of Section 13,
8	Chapter 715 (June 12, 2017).
9	SUBCHAPTER B. BOARD OF DIRECTORS
10	Revised Law
11	Sec. 8893.0051. COMPOSITION OF BOARD; TERMS. (a) The
12	district is governed by a board of five directors.
13	(b) Directors serve staggered four-year terms. (Acts 71s
14	Leg., R.S., Ch. 715, Secs. 12(a), (d).)
15	Source Law
16 17	Sec. 12. (a) The district shall be governed by a board of directors that consists of five directors.
18	(d) Directors serve staggered four-year terms.
19	Revised Law
20	Sec. 8893.0052. ELECTION OF DIRECTORS. One director is
21	elected from each county commissioners precinct in Live Oak County
22	One director is elected from the district at large. (Acts 71st Leg.
23	R.S., Ch. 715, Sec. 12(c) (part).)
24	Source Law
25 26 27 28	(c) One director shall be elected from each county commissioner precinct in Live Oak County, and one director shall be elected from the district at large
29	Revised Law
30	Sec. 8893.0053. ELECTION OF DIRECTORS AFTER ANNEXATION
31	The board shall determine to which precinct annexed land will be
32	added for purposes of election of directors. (Acts 71st Leg., R.S.
33	Ch. 715, Sec. 11.)
34	Source Law
35 36 37	Sec. 11. The board of directors shall determine to which precinct annexed land will be added for purposes of election of directors.

Τ	Revised Law		
2	Sec. 8893.0054. ELECTION DATE. The district shall hold ar		
3	election to elect the appropriate number of directors in each		
4	even-numbered year. (Acts 71st Leg., R.S., Ch. 715, Sec. 12(e).)		
5	Source Law		
6 7 8	(e) The district shall hold an election in each even-numbered year to elect the appropriate number of directors.		
9	Revised Law		
10	Sec. 8893.0055. QUALIFICATIONS FOR OFFICE. (a) To be		
11	qualified for election as a director, a person must be:		
12	(1) a resident of the district; and		
13	(2) at least 18 years of age.		
14	(b) To represent a commissioner precinct, a person must be a		
15	resident of the precinct. (Acts 71st Leg., R.S., Ch. 715, Secs.		
16	12(b), (c) (part).)		
17	Source Law		
18 19 20 21 22	 (b) To be qualified for election as a director, a person must be a resident of the district and be at least 18 years of age. (c) To represent a commissioner precinct, the director must be a resident of the precinct. 		
23	SUBCHAPTER C. POWERS AND DUTIES		
24	Revised Law		
25	Sec. 8893.0101. GENERAL POWERS AND DUTIES. The district		
26	has:		
27	(1) the powers essential to accomplish the purposes of		
28	Section 59, Article XVI, Texas Constitution; and		
29	(2) the rights, powers, duties, privileges, and		
30	functions provided by Chapter 36, Water Code, and other laws of this		
31	state relating to groundwater conservation districts. (Acts 71st		
32	Leg., R.S., Ch. 715, Secs. 1, 5.)		
33	Source Law		
34 35 36 37 38 39 40	Sec. 1. Under Article XVI, Section 59, of the Texas Constitution, the Live Oak Underground Water Conservation District has the powers essential to the accomplishment of the purposes of that constitutional provision and the rights, powers, duties, privileges, and functions provided by Chapter 36, Water Code, and by other laws of this state relating to underground		

1	water conservation districts.
2 3 4	Sec. 5. The district has the powers, rights, duties, privileges, and functions permitted by Chapter 36, Water Code.
5	Revised Law
6	Sec. 8893.0102. ADMINISTRATIVE PROCEDURES. Except as
7	otherwise provided by this chapter, the administrative and
8	procedural provisions of Chapter 36, Water Code, apply to the
9	district. (Acts 71st Leg., R.S., Ch. 715, Sec. 6.)
10	Source Law
11 12 13	Sec. 6. Except as provided by this Act, the administrative and procedural provisions of Chapter 36, Water Code, apply to the district.
14	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
15	Revised Law
16	Sec. 8893.0151. TAX AND BOND PROVISIONS. (a) Except as
17	provided by Subsection (b), the tax and bond provisions of
18	Subchapters F and G, Chapter 36, Water Code, apply to the district.
19	(b) Notwithstanding Section 36.201(b), Water Code, the
20	district may annually levy taxes to pay the maintenance and
21	operating expenses of the district at a rate not to exceed five
22	cents on each \$100 of assessed valuation. (Acts 71st Leg., R.S., Ch.
23	715, Sec. 9.)
24	Source Law
25 26 27 28 29 30 31 32 33	Sec. 9. (a) Except as provided by Subsection (b) of this section, the tax and bond provisions of Subchapters F and G, Chapter 36, Water Code, apply to the district. (b) Notwithstanding Section 36.201(b), Water Code, the district annually may levy taxes to pay the maintenance and operating expenses of the district at a rate not to exceed five cents on each \$100 of assessed valuation.
34 35	Revisor's Note (<u>End of Chapter</u>)
36	(1) Section 10, Chapter 715, Acts of the 71st
37	Legislature, Regular Session, 1989, provides that
38	Subchapter I, Chapter 36, Water Code, applies to the

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district. The revised law omits that provision as

unnecessary because Chapter 36, Water Code, applies to

the district under Section 8893.0101 of this chapter

and Section 36.001(1), Water Code. The omitted law reads:

Sec. 10. Subchapter I, Chapter 36, Water Code, applies to dissolution of the district.

- (2) Section 1, Chapter 305, Acts of the 73rd Legislature, Regular Session, 1993, defines "district" as the Brush Country Underground Water Conservation District for the purposes of Chapter 305. The sections of Chapter 305 in which the definition of "district" is used (Sections 2, 4, and 5) are omitted from the revised law, as explained in Revisor's Notes (3), (4), and (5). Therefore, the revised law omits that definition as unnecessary. The omitted law reads:
 - Sec. 1. In this Act, "district" means the Brush Country Underground Water Conservation District.
- Section 2, Chapter 305, Acts of the 73rd Legislature, Regular Session, 1993, validates certain actions by the district. The revised law omits the validation because it served its purpose on the date it effect executed took and is law. Section 311.031(a)(2), Government Code, (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made under statute. Therefore, the omission of the executed validation provision does not affect the validation. The omitted law reads:

Sec. 2. All resolutions, orders, and other acts or attempted acts of the board of directors of the district, including the calling and holding of the confirmation and directors election and of the directors election held on May 1, 1993, the canvassing of the returns, declaring the results of the elections, and the organization of the board, are validated in all respects. All resolutions, orders, acts or attempted acts of the board of directors of the district, including the calling and holding of the confirmation and directors election and of

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the directors election held on May 1, 1993, the canvassing of the returns, declaring the results of the elections, and the organization of the board, are valid as though they were originally legally authorized or accomplished.

- (4) Section 4, Chapter 305, Acts of the 73rd Legislature, Regular Session, 1993, provides that Chapter 305 does not apply to certain matters being litigated on the effective date of Chapter 305. The revised law omits the provision as executed and because Sections 311.031(a)(1) and (2), Government Code (Code Construction Act), provide that the repeal of a statute does not affect the prior operation of a statute or any validation, cure, right, privilege, obligation, or liability acquired, accrued, accorded, or incurred under the statute. The omitted law reads:
 - Sec. 4. This Act does not apply to or affect litigation now pending in any court of competent jurisdiction in this state to which the district is a party.
- (5) Section 5(a), Chapter 305, Acts of the 73rd Legislature, Regular Session, 1993, provides that a "power, duty, right, or obligation" of the district is not affected by the district's name change. The revised law omits that subsection for the reason stated in Revisor's Note (4). The omitted law reads:
 - Sec. 5. (a) The change in name of the Country Underground Brush Conservation District made by this Act does affect a power, right, duty, obligation of the Brush Country Underground Water Conservation District. A power, duty, right, or obligation of the district under that name is a power, duty, right, or obligation of the Live Oak Underground District Water Conservation on effective date of this Act.
- (6) Sections 5(b) and (c), Chapter 305, Acts of the 73rd Legislature, Regular Session, 1993, describe transition procedures for directors' elections for directors elected in 1993. The revised law omits those provisions as executed. The omitted law reads:

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1 2 3 4 5 6 7 8 9 10 11 12 13 14	(b) Directors elected from precincts 2 and 4 in the May 1, 1993, election serve until their successors qualify and take office after the regularly scheduled election in 1994, as provided by Section 12(e), Chapter 715, Acts of the 71st Legislature, Regular Session, 1989. (c) Directors elected from precincts 1 and 3 and the director elected at large in the May 1, 1993, election serve until their successors qualify and take office after the regularly scheduled election in 1996, as provided by Section 12(e), Chapter 715, Acts of the 71st Legislature, Regular Session, 1989.
16	(7) Section 5, Chapter 653, Acts of the 85th
17	Legislature, Regular Session, 2017, recites
18	legislative findings regarding procedural
19	requirements for legislation affecting the district
20	under the constitution and other laws and rules,
21	including proper legal notice and the filing of
22	recommendations. The revised law omits those
23	provisions as executed. The omitted law reads:
24 22567890123345678901234456789	Sec. 5. (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.
50	CHAPTER 8894. HEMPHILL COUNTY UNDERGROUND WATER CONSERVATION
51	DISTRICT
52	SUBCHAPTER A. GENERAL PROVISIONS
53	Sec. 8894.0001. DEFINITIONS
54	Sec. 8894.0002. NATURE OF DISTRICT

Т	Sec. 8894.0003. FINDINGS OF PUBLIC USE AND BENEFIT330
2	Sec. 8894.0004. DISTRICT TERRITORY
3	SUBCHAPTER B. BOARD OF DIRECTORS
4	Sec. 8894.0051. COMPOSITION OF BOARD; TERMS
5	Sec. 8894.0052. ELECTION DATE
6	SUBCHAPTER C. POWERS AND DUTIES
7	Sec. 8894.0101. GENERAL POWERS AND DUTIES
8	Sec. 8894.0102. NO EMINENT DOMAIN POWER
9	CHAPTER 8894. HEMPHILL COUNTY UNDERGROUND WATER CONSERVATION
10	DISTRICT
11	SUBCHAPTER A. GENERAL PROVISIONS
12	Revised Law
13	Sec. 8894.0001. DEFINITIONS. In this chapter:
14	(1) "Board" means the district's board of directors.
15	(2) "Director" means a board member.
16	(3) "District" means the Hemphill County Underground
17	Water Conservation District. (Acts 74th Leg., R.S., Ch. 157, Secs.
18	1(a) (part), 2; New.)
19	Source Law
20 21 22	Sec. 1. (a) [An underground water conservation district,] to be known as the Hemphill County Underground Water Conservation District, [is created]
21 22 23 24 25 26	Sec. 2. In this Act, "district" means the Hemphill County Underground Water Conservation District.
27	Revisor's Note
28	The definitions of "board" and "director" are
29	added to the revised law for drafting convenience and
30	to eliminate frequent, unnecessary repetition of the
31	substance of the definitions.
32	Revised Law
33	Sec. 8894.0002. NATURE OF DISTRICT. The district is a
34	groundwater conservation district in Hemphill County created under
35	and essential to accomplish the purposes of Section 59, Article
36	XVI, Texas Constitution. (Acts 74th Leg., R.S., Ch. 157, Secs. 1(a)
37	(part), (b).)

Τ	Source Law
2 3 4 5 6	Sec. 1. (a) An underground water conservation district, is created in Hemphill County. (b) The district is created under and is essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution.
7	Revisor's Note
8	Section 1(a), Chapter 157, Acts of the 74th
9	Legislature, Regular Session, 1995, refers to the
10	district as an "underground water conservation
11	district." Throughout this chapter, the revised law
12	substitutes "groundwater conservation district" for
13	the quoted language to conform to the term used in
14	Chapter 36, Water Code.
15	Revised Law
16	Sec. 8894.0003. FINDINGS OF PUBLIC USE AND BENEFIT. (a)
17	The district is created to serve a public use and benefit.
18	(b) All land and other property included in the district
19	will benefit from the works and projects accomplished by the
20	district under the powers conferred by Section 59, Article XVI,
21	Texas Constitution. (Acts 74th Leg., R.S., Ch. 157, Sec. 4.)
22	Source Law
23 24 25 26 27 28	Sec. 4. All of the land and other property included within the boundaries of the district will be benefited by the works and projects that are to be accomplished by the district under powers conferred by Section 59, Article XVI, Texas Constitution. The district is created to serve a public use and benefit.
29	Revised Law
30	Sec. 8894.0004. DISTRICT TERRITORY. The district's
31	boundaries are coextensive with the boundaries of Hemphill County,
32	unless the district's territory has been modified under:
33	(1) Subchapter J or K, Chapter 36, Water Code; or
34	(2) other law. (Acts 74th Leg., R.S., Ch. 157, Sec. 3;
35	New.)
36	Source Law
37 38	Sec. 3. The boundaries of the district are coextensive with the boundaries of Hemphill County.

Revisor's Note

Section 3, Chapter 157, Acts of the Legislature, Regular Session, 1995, contains а of the district's description territory. description may not be accurate on the effective date of the revised law or at the time of a later reading because the district's boundaries are subject change. For the reader's convenience, the revised law to the authority to change adds references district's territory under Subchapter J or K, Chapter 36, Water Code, applicable to groundwater conservation districts, and to the general authority of legislature to enact other laws under which the district's territory may change.

Revisor's Note (End of Subchapter)

Section 5(a), Chapter 157, Acts of the 74th Legislature, Regular Session, 1995, provides that the act prevails over general law in case of a conflict or other inconsistency. The revised law omits the provision because it duplicates in substance Section 311.026(b), Government Code (Code Construction Act).

The omitted law reads:

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24 (a) . . . This Act prevails over any 25 provision of general law that is in conflict 26 or inconsistent with this Act.

SUBCHAPTER B. BOARD OF DIRECTORS

Revised Law

Sec. 8894.0051. COMPOSITION OF BOARD; TERMS. (a) The

- 30 district is governed by a board of five directors.
- 31 (b) Directors serve staggered four-year terms. (Acts 74th
- 32 Leg., R.S., Ch. 157, Secs. 6(a), (d).)
- 33 <u>Source Law</u>
- Sec. 6. (a) The district is governed by a board of five directors.
- (d) Permanent directors other than initial permanent directors serve staggered four-year terms.

Revisor's Note

- Section 6(d), Chapter 157, Acts of the 74th Regular Session, Legislature, 1995, refers to "[p]ermanent" directors. The revised law omits "permanent" as unnecessary because, as used in the "director" revised law, refers to а permanent director. Section 6(d) also specifies that the section applies to directors "other than initial permanent directors." The revised law omits the quoted language as unnecessary because the terms of the initial permanent directors have expired.
- (2) Section 6(e), Chapter 157, Acts of the 74th Legislature, Regular Session, 1995, provides that a director must qualify to serve in the manner provided by Section 36.055, Water Code. The revised law omits the provision because Section 36.055, Water Code, applies to the district under Section 8894.0101 of this chapter and Section 36.001(1), Water Code. The omitted law reads:
 - (e) Each director must qualify to serve as director in the manner provided by Section 36.055, Water Code.
- (3) Section 6(f), Chapter 157, Acts of the 74th Legislature, Regular Session, 1995, provides that a director serves until a successor has qualified. The revised law omits the provision because it duplicates Section 17, Article XVI, Texas Constitution, which provides that an officer in this state continues to perform the officer's official duties until a successor has qualified. The omitted law reads:
- 31 (f) A director serves until the 32 director's successor has qualified.

33 Revised Law

34 Sec. 8894.0052. ELECTION DATE. The district shall hold an 35 election to elect the appropriate number of directors on the

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1 uniform election date in May of each even-numbered year. (Acts 74th

2 Leg., R.S., Ch. 157, Sec. 9; New.)

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3 <u>Source Law</u>

Sec. 9. On the uniform election date in May of each even-numbered year, the district shall hold an election to elect the appropriate number of directors to the board.

SUBCHAPTER C. POWERS AND DUTIES

9 Revised Law

Sec. 8894.0101. GENERAL POWERS AND DUTIES. Except as otherwise provided by Section 8894.0102, the district has the rights, powers, privileges, functions, and duties provided by the general law of this state, including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas Constitution. (Acts 74th Leg., R.S.,

17 Source Law

Ch. 157, Sec. 5(a) (part).)

Sec. 5. (a) The district has all of the rights, powers, privileges, functions, and duties provided by the general law of this state, including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas Constitution, except . . .

Revisor's Note

Section 5(b), Chapter 157, Acts of the 74th Legislature, Regular Session, 1995, refers to the continuing right of the state to supervise district through the Texas Commission on Environmental Quality. The revised law omits the provision because the provision duplicates in substance part of Section 12.081, Water Code, which subjects certain districts, including groundwater conservation districts, to the continuing right of supervision of the Texas Commission on Environmental Quality. The omitted law reads:

(b) The rights, powers, privileges, functions, and duties of the district are subject to the continuing right of supervision of the state to be exercised by and through the Texas Commission on

Environmental Quality.
Revised Law
Sec. 8894.0102. NO EMINENT DOMAIN POWER. The district may
not exercise the power of eminent domain. (Acts 74th Leg., R.S.,
Ch. 157, Sec. 5(a) (part).)
Source Law
(a) the district may not exercise the power of eminent domain for any purpose
Revisor's Note
Section 5(a), Chapter 157, Acts of the 74th
Legislature, Regular Session, 1995, provides that the
district may not "for any purpose" exercise the power
of eminent domain. The revised law omits the quoted
language because it does not contribute to the clear
meaning of the law.
Revisor's Note (End of Chapter)
Section 6, Chapter 208, Acts of the 85th
Legislature, Regular Session, 2017, recites
legislative findings regarding procedural
requirements for legislation affecting the district
under the constitution and other laws and rules,
including proper legal notice and the filing of
recommendations. The revised law omits the provision
as executed. The omitted law reads:
Sec. 6. (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.

1 2 3 4 5 6		rules with and p	(d) All requirements of the itution and laws of this state and the and procedures of the legislature respect to the notice, introduction, assage of this Act are fulfilled and plished.
7		SUBTITLE	I. WATER CONTROL AND IMPROVEMENT DISTRICTS
8	C	HAPTER 9075.	FORT BEND COUNTY WATER CONTROL AND IMPROVEMENT
9			DISTRICT NO. 2
10			SUBCHAPTER A. GENERAL PROVISIONS
11	Sec.	9075.0001.	DEFINITION
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14	Sec.	9075.0004.	DISTRICT TERRITORY
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23			FACILITIES
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32			BONDS AND OTHER OBLIGATIONS347
33	Sec.	9075.0064.	TAXES FOR BONDS

1	CHAPTER 9075. FORT BEND COUNTY WATER CONTROL AND IMPROVEMENT
2	DISTRICT NO. 2
3	SUBCHAPTER A. GENERAL PROVISIONS
4	Revised Law
5	Sec. 9075.0001. DEFINITION. In this chapter, "district'
6	means the Fort Bend County Water Control and Improvement District
7	No. 2 in Fort Bend County and Harris County. (Acts 57th Leg., R.S.
8	Ch. 312, Sec. 1 (part); Acts 61st Leg., R.S., Ch. 381, Sec. 1
9	(part).)
10	Source Law
11 12 13 14 15	[Acts 57th Leg., R.S., Ch. 312] Sec. 1. That Fort Bend County Water Control and Improvement District No. 2, lying in Fort Bend and Harris Counties, Texas, hereinafter sometimes referred to as "District,"
16 17 18 19 20	[Acts 61st Leg., R.S., Ch. 381] Sec. 1. Fort Bend County Water Control and Improvement District No. 2, hereinafter sometimes referred to as "district," in Fort Bend County, Texas,
21	Revised Law
22	Sec. 9075.0002. FINDINGS OF PUBLIC USE AND BENEFIT. (a)
23	The district will serve a public use and benefit.
24	(b) All land and other property in the district will benefit
25	from the district. (Acts 57th Leg., R.S., Ch. 312, Sec. 2; Acts
26	61st Leg., R.S., Ch. 381, Sec. 3.)
27	Source Law
28 29 30 31 32 33	[Acts 57th Leg., R.S., Ch. 312] Sec. 2. That it is hereby found and determined that all of the land and other property included within the boundaries of the District, as enlarged by this Act, will be benefited, and that such District, as enlarged, will serve a public use and benefit.
34 35 36 37 38	[Acts 61st Leg., R.S., Ch. 381] Sec. 3. It is hereby found and determined that all of the lands and other property included within the boundaries of the district are, and will be, benefited by said district.
39	Revisor's Note
40	Section 2, Chapter 312, Acts of the 57th
41	Legislature, Regular Session, 1961, refers to the Fort
42	Bend County Water Control and Improvement District

No. 2 as "the District, as enlarged by this Act" because that act added territory to the district. The revised law omits the language referring to the enlargement as executed because the district territory described in Section 1, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, revised in Section 9075.0004 of this chapter, includes the territory added by that act.

9 Revised Law

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Sec. 9075.0003. NATURE OF DISTRICT. The district is a conservation and reclamation district under Section 59, Article XVI, Texas Constitution. (Acts 61st Leg., R.S., Ch. 381, Sec. 1 (part).)

14 Source Law

Sec. 1. [Fort Bend County Water Control and Improvement District No. 2] . . . is hereby in all things validated and is hereby declared to be a validly existing and operating conservation and reclamation district under Section 59, Article XVI of the Constitution of Texas. . . .

Revisor's Note

1, 381, Acts of Section Chapter the Legislature, Regular Session, 1969, provides that the Fort Bend County Water Control and Improvement District No. 2 is "hereby in all things validated and is hereby declared to be a validly existing and operating conservation and reclamation district." revised law omits the language regarding validation of the district because it served its purpose on the day it took effect and is executed law. 311.031(a)(2), Government Section Code (Code Construction Act), provides that the repeal of statute does not affect any validation previously made Therefore, the omission of the under the statute. executed validation provision does not affect the validation.

1 Revised Law

- Sec. 9075.0004. DISTRICT TERRITORY. The district is composed of the territory described by Section 1, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, as that territory may have been modified under:
- 6 (1) Subchapter J, Chapter 49, Water Code;
- 7 (2) Subchapter O, Chapter 51, Water Code; or
- 8 (3) other law. (Acts 57th Leg., R.S., Ch. 312, Sec. 1

9 (part); New.)

10 Source Law

Sec. 1. [That Fort Bend County Water Control and Improvement District No. 2,] . . . shall be enlarged, and the boundaries of such District, as enlarged, shall hereafter be defined as follows:

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16 <u>Revisor's Note</u>

- (1) Section 1, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, adds territory to the district. That section provides that the district "shall be enlarged," refers to the district "as enlarged," and includes a description of the district's enlarged territory. The revised law omits the language about the enlargement as executed for the reason stated in the Revisor's Note to Section 9075.0002 of this chapter.
- governing the (2) The revision of the law district does not revise the statutory language in Section 1, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, describing the territory of the district to avoid the lengthy recitation of description and because that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes a reference to the statutory description of the district's territory. For the reader's convenience, the revised law also

includes references to statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts, including the Bend County Water Control and Improvement District No. 2, which was created as a water control and improvement district by an order of the State Board of Water Engineers in 1946. The revised law also includes a reference to the general authority of the legislature to enact other laws to change the district's territory.

Revised Law

15 Sec. 9075.0005. COST OF RELOCATING OR ALTERING PROPERTY.

16 (a) In this section, "sole expense" means the actual cost of

relocating, raising, lowering, rerouting, changing the grade of, or

18 altering the construction of a facility described by Subsection (b)

19 in providing comparable replacement without enhancement of the

20 facility, after deducting from that cost the net salvage value

21 derived from the old facility.

22 (b) If the district's exercise of the power of eminent 23 domain, the power of relocation, or any other power granted by this 24 chapter makes necessary relocating, raising, rerouting, changing

the grade of, or altering the construction of a highway, railroad,

26 electric transmission line, telephone or telegraph property or

27 facility, or pipeline, the necessary action shall be accomplished

28 at the sole expense of the district. (Acts 57th Leg., R.S., Ch. 312,

29 Sec. 6.)

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30 Source Law

Sec. 6. In the event that the District, in the exercise of the power of eminent domain or power of relocation, or any other power granted hereunder, makes necessary the relocation, raising, re-routing, or changing of grade, or altering the construction of any highway, railroad, electric transmission line, telephone or telegraph properties and facilities, or

pipeline, all such necessary relocation, raising, re-routing, changing of grade or alteration of construction shall be accomplished at the sole expense of the District. The term "sole expense" shall mean the actual cost of such relocation, raising, lowering, re-routing, or change in grade or alteration of construction in providing comparable replacement without enhancement of such facilities, after deducting therefrom the net salvage value derived from the old facility.

Revisor's Note (End of Subchapter)

5, Chapter 312, Acts Section of the 57th Legislature, Regular Session, 1961, provides that the district may add or annex land as provided by law. revised law omits that provision as unnecessary. Subchapter J, Chapter 49, and Subchapter O, Chapter 51, Water Code, provide for the annexation of land to certain districts. Those subchapters apply to the district for the reasons stated in Revisor's Note (2) to Section 9075.0004 of this chapter. The omitted law reads:

Sec. 5. Such District is hereby authorized hereafter to add or annex additional land thereto in the manner now or hereafter provided by law for addition or annexation of land to such Districts.

SUBCHAPTER B. DEFINED AREA

<u>Revised</u> Law

30 Sec. 9075.0051. CREATION OF DEFINED AREA; DESIGNATION. (a)

- 31 A defined area is created in the district.
- 32 (b) The defined area is designated to pay for improvements,
- 33 facilities, or services that primarily benefit the defined area and
- 34 do not generally benefit the district as a whole. (Acts 57th Leg.,
- 35 R.S., Ch. 312, Sec. 9.)

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36 <u>Source Law</u>

- 37 Sec. 9. (a) A defined area is created in the district.
- 39 (b) The defined area is designated to pay for 40 improvements, facilities, or services that primarily 41 benefit the defined area and do not generally benefit 42 the district as a whole.

43 Revised Law

Sec. 9075.0052. INITIAL TERRITORY. (a) The defined area is

- 1 initially composed of the territory described by Section 2, Chapter
- 2 669, Acts of the 84th Legislature, Regular Session, 2015.
- 3 (b) The boundaries and field notes contained in Section 2,
- 4 Chapter 669, Acts of the 84th Legislature, Regular Session, 2015,
- 5 form a closure. A mistake made in the field notes or in copying the
- 6 field notes in the legislative process does not affect:
- 7 (1) the defined area's organization, existence, or
- 8 validity;
- 9 (2) the district's right to issue any type of bond or
- 10 obligation for the purposes for which the defined area is
- 11 designated, including to pay the principal of and interest on a
- 12 bond;

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- 13 (3) the district's right to impose or collect a tax in
- 14 the defined area; or
- 15 (4) the legality or operation of the defined area or
- 16 the district. (Acts 57th Leg., R.S., Ch. 312, Sec. 10.)

17 Source Law

- Sec. 10. (a) The defined area is initially composed of the territory described by Section 2 of the Act enacting this section.
- (b) The boundaries and field notes contained in Section 2 of the Act enacting this section form a closure. A mistake made in the field notes or in copying the field notes in the legislative process does not affect:
- (1) the defined area's organization, existence, or validity;
- (2) the district's right to issue any type of bond or obligation for the purposes for which the defined area is designated, including to pay the principal of and interest on a bond;
- (3) the district's right to impose or collect a tax in the defined area; or
- 34 (4) the legality or operation of the defined area or the district.

Revisor's Note

The revision of the law governing the defined area of the district does not revise the statutory description of the initial territory of the defined area contained in Section 2, Chapter 669, Acts of the 84th Legislature, Regular Session, 2015, to avoid the lengthy recitation of the description and because that

- description may not be accurate on the effective date
- of the revision or at the time of a later reading.

3 Revised Law

- 4 Sec. 9075.0053. EXCLUSION OF LAND. Subject to the City of
- 5 Stafford providing written consent by ordinance or resolution, the
- 6 district may exclude land from the defined area in the same manner
- 7 as the district may exclude land from the district. (Acts 57th Leg.,
- 8 R.S., Ch. 312, Sec. 11.)

9 Source Law

- Sec. 11. Subject to the City of Stafford providing written consent by ordinance or resolution,
- the district may exclude land from the defined area in the same manner as the district may exclude land from
- 14 the district.
- 15 Revised Law
- Sec. 9075.0054. PROCEDURE FOR ELECTION. (a) Before the
- 17 district may impose an ad valorem tax or issue bonds payable from ad
- 18 valorem taxes of the defined area, the governing body of the
- 19 district must call and hold an election in the defined area only.
- 20 (b) The governing body of the district may submit the
- 21 proposition to the voters on the same ballot to be used in another
- 22 election. (Acts 57th Leg., R.S., Ch. 312, Sec. 12.)

23 <u>Source Law</u>

- Sec. 12. (a) Before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes of the defined area described by Section 9, the governing body of the district shall call and hold an election in the defined area only.
- 29 (b) The governing body of the district may 30 submit the proposition to the voters on the same ballot 31 to be used in another election.

32 Revised Law

- 33 Sec. 9075.0055. TAXES FOR SERVICES, IMPROVEMENTS, AND
- 34 FACILITIES. On approval of the voters in the defined area, the
- 35 district may apply separately, differently, equitably, and
- 36 specifically its taxing power and lien authority to the defined
- 37 area to provide money to construct, administer, maintain, and
- 38 operate services, improvements, and facilities that primarily
- 39 benefit the defined area. (Acts 57th Leg., R.S., Ch. 312, Sec. 13.)

Source Law

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Sec. 13. On approval of the qualified voters in the defined area, the district may apply separately, differently, equitably, and specifically its taxing power and lien authority to the defined area to provide money to construct, administer, maintain, and operate services, improvements, and facilities that primarily benefit the defined area.

Revisor's Note

13, Chapter 312, Acts of Section the 57th Legislature, Regular Session, 1961, refers to approval of "qualified voters." Throughout this chapter, the revised law omits descriptions of voters as "qualified" as unnecessary because Chapter 11, Election Code, governs eligibility to vote in an election in this state and allows only "qualified" voters who are residents of the territory covered by the election to vote in an election.

Revised Law

Sec. 9075.0056. ISSUANCE OF BONDS. On approval of the voters in the defined area, the district may issue bonds to provide for any land, improvements, facilities, plants, equipment, and appliances for the defined area. (Acts 57th Leg., R.S., Ch. 312, Sec. 14.)

Source Law

Sec. 14. On approval of the qualified voters in the defined area, the district may issue bonds to provide for any land, improvements, facilities, plants, equipment, and appliances for the defined area.

31 Revised Law

- Sec. 9075.0057. POWERS AND DUTIES. (a) For the benefit of the defined area, the district has the powers and duties provided by the general law of this state necessary to accomplish the purposes of:
- 36 (1) Section 59, Article XVI, Texas Constitution;
- 37 (2) Section 52, Article III, Texas Constitution, 38 applicable to the construction, acquisition, improvement,

operation, or maintenance of macadamized, graveled, or paved roads,

- 1 or improvements, including storm drainage, in aid of those roads;
- 2 and
- 3 (3) except as provided by this chapter, Chapters 49
- 4 and 51, Water Code, applicable to water control and improvement
- 5 districts created under Section 59, Article XVI, Texas
- 6 Constitution.
- 7 (b) Except as provided by Subsection (c), the governing body
- 8 of the district shall administer the defined area as provided by
- 9 Chapter 51, Water Code.
- 10 (c) Sections 51.518, 51.519, 51.520, 51.521, 51.522,
- 11 51.523, 51.524, 51.526, 51.527, 51.528, and 51.529, Water Code, do
- 12 not apply to the district. (Acts 57th Leg., R.S., Ch. 312, Sec.
- 13 15.)

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14 Source Law

- Sec. 15. (a) For the benefit of the defined area, the district has the powers and duties provided by the general law of this state necessary to accomplish the purposes of:
- (1) Section 59, Article XVI, Texas Constitution;
- (2) Section 52, Article III, Texas Constitution, applicable to the construction, acquisition, improvement, operation, or maintenance of macadamized, graveled, or paved roads, or improvements, including storm drainage, in aid of those roads; and
- (3) except as provided by this chapter, Chapters 49 and 51, Water Code, applicable to water control and improvement districts created under Section 59, Article XVI, Texas Constitution.
- (b) Except as provided by Subsection (c), the governing body of the district shall administer the defined area as provided by Chapter 51. Water Code
- defined area as provided by Chapter 51, Water Code. (c) Sections 51.518, 51.519, 51.520, 51.521, 51.522, 51.523, 51.524, 51.526, 51.527, 51.528, and 51.529, Water Code, do not apply to the district.

37 Revised Law

- 38 Sec. 9075.0058. AUTHORITY FOR ROAD PROJECTS. Under Section
- 39 52, Article III, Texas Constitution, for the benefit of the defined
- 40 area, the district may design, acquire, construct, finance, issue
- 41 bonds for, improve, operate, maintain, and convey to this state, a
- 42 county, or a municipality for operation and maintenance
- 43 macadamized, graveled, or paved roads, or improvements, including
- 44 storm drainage, in aid of those roads, including roads located

- 1 outside the boundaries of the defined area that benefit the defined
- 2 area. (Acts 57th Leg., R.S., Ch. 312, Sec. 16.)

3 <u>Source Law</u>

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12 13 Sec. 16. Under Section 52, Article III, Texas Constitution, for the benefit of the defined area, 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, including roads located outside the boundaries of the defined area that benefit the defined area.

14 Revised Law

Sec. 9075.0059. ROAD STANDARDS AND REQUIREMENTS. A road project must meet all applicable construction standards, zoning and subdivision requirements, and regulations of each municipality in whose corporate limits or extraterritorial jurisdiction the road project is located. (Acts 57th Leg., R.S., Ch. 312, Sec. 17.)

20 Source Law

21 Sec. 17. A road project must meet all applicable 22 standards, construction zoning and subdivision requirements, and regulations of each municipality in 23 corporate 24 limits or whose extraterritorial 25 jurisdiction the road project is located.

26 Revised Law

Sec. 9075.0060. IMPROVEMENT PROJECTS AND SERVICES. For the 2.7 28 benefit of the defined area, the district may provide, design, 29 construct, acquire, improve, relocate, operate, maintain, or 30 finance an improvement project or service using any money available 31 to the district, or contract with a governmental or private entity construct, acquire, 32 provide, design, improve, relocate, operate, maintain, or finance an improvement project or service 33 authorized under this chapter. (Acts 57th Leg., R.S., Ch. 312, Sec. 34 18.) 35

36 <u>Source Law</u>

Sec. 18. For the benefit of the defined area, the district may provide, design, construct, acquire, improve, relocate, operate, maintain, or finance an improvement project or service using any money available to the district, or contract with a governmental or private entity to provide, design, construct, acquire, improve, relocate, operate, maintain, or finance an improvement project or service

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1 authorized under this chapter.

2 Revised Law

- 3 Sec. 9075.0061. ELECTIONS REGARDING TAXES AND BONDS. (a)
- 4 For the benefit of the defined area, the district may issue, without
- 5 an election, bonds, notes, and other obligations secured by revenue
- 6 other than ad valorem taxes.
- 7 (b) The district must hold an election in the defined area
- 8 to obtain approval of the voters of the defined area before the
- 9 district may impose an ad valorem tax or issue bonds payable from ad
- 10 valorem taxes in the defined area.
- 11 (c) An election under this section does not require that an
- 12 election be held in the part of the district located outside the
- 13 defined area.

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- 14 (d) All or any part of any facilities or improvements that
- 15 may be acquired by a district through the issuance of bonds may be
- 16 submitted as a single proposition or as several propositions to be
- 17 voted on at the election. (Acts 57th Leg., R.S., Ch. 312, Sec. 19.)

18 Source Law

- Sec. 19. (a) For the benefit of the defined area, the district may issue, without an election, bonds, notes, and other obligations secured by revenue other than ad valorem taxes.
 - (b) The district must hold an election in the defined area to obtain approval of the qualified voters of the defined area before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes in the defined area.
 - (c) An election under this section does not require that an election be held in the part of the district located outside the defined area.
 - (d) All or any part of any facilities or improvements that may be acquired by a district by the issuance of its bonds may be submitted as a single proposition or as several propositions to be voted on at the election.

36 Revised Law

- 37 Sec. 9075.0062. OPERATION AND MAINTENANCE TAX. (a) If
- 38 authorized by a majority of the voters in the defined area voting at
- 39 an election held in accordance with Section 9075.0061, the district
- 40 may impose an operation and maintenance tax on taxable property in
- 41 the defined area in accordance with Section 49.107, Water Code, for
- 42 any district purpose, including to:

- 1 (1)maintain and operate the defined area;
- construct or acquire improvements; or 2 (2)
- 3 (3) provide a service.
- 4 The governing body of the district shall determine the (b)
- tax rate. The rate may not exceed the rate approved at the election 5
- described by Subsection (a). 6

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- 7 Section 49.107(h), Water Code, does not apply to the
- 8 district. (Acts 57th Leg., R.S., Ch. 312, Sec. 20.)

9 Source Law

If authorized by a majority of the (a) Sec. 20. voters in the defined area voting at an election held in accordance with Section 19, the district may impose an operation and maintenance tax on taxable property in the defined area in accordance with Section 49.107, Water Code, for any district purpose, including to:
(1) maintain and operate the defined area;

- construct or acquire improvements; or
- (3) provide a service.
- (b) The governing body of the district shall determine the tax rate. The rate may not exceed the rate approved at the election.
 - Section 49.107(h), Water Code, does not (C) apply to the district.

24 Revised Law

- 25 Sec. 9075.0063. AUTHORITY TO BORROW MONEY AND TO TSSUE
- BONDS AND OTHER OBLIGATIONS. (a) For the benefit of the defined 26
- area, the district may borrow money on terms determined by the 27
- 28 governing body of the district.
- 29 (b) The district may issue bonds, notes, or other
- obligations payable wholly or partly from ad valorem taxes, impact 30
- 31 fees, revenue, grants, or other district money, or any combination
- 32 of those sources of money from the defined area, to pay for any
- 33 authorized district purpose.
- 34 (c) The limitation on the outstanding principal amount of
- bonds, notes, and other obligations provided by Section 49.4645, 35
- Water Code, does not apply to the district. 36
- 37 The district must obtain approval from the Texas
- Commission on Environmental Quality as provided by Chapter 49, 38
- 39 Water Code, before the district issues bonds to provide water,
- sewer, or drainage facilities for the benefit of the defined area. 40

1 (Acts 57th Leg., R.S., Ch. 312, Sec. 21.)

2 <u>Source Law</u>

- Sec. 21. (a) For the benefit of the defined area, the district may borrow money on terms determined by the governing body of the district.
- (b) The district may issue bonds, notes, or other obligations payable wholly or partly from ad valorem taxes, impact fees, revenue, grants, or other district money, or any combination of those sources of money from the defined area, to pay for any authorized district purpose.
- (c) The limitation on the outstanding principal amount of bonds, notes, and other obligations provided by Section 49.4645, Water Code, does not apply to the district.
- (d) The district must obtain approval from the Texas Commission on Environmental Quality as provided by Chapter 49, Water Code, before the district issues bonds to provide water, sewer, or drainage facilities for the benefit of the defined area.

21 <u>Revised Law</u>

Sec. 9075.0064. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes from the 2.3 defined area, the governing body of the district shall provide for the annual imposition of a continuing direct annual ad valorem tax, without limit as to rate or amount, for each year that all or part of the bonds are outstanding as required and in the manner provided by Sections 51.433 and 51.436, Water Code. (Acts 57th Leg., R.S., Ch. 312, Sec. 22.)

Source Law

Sec. 22. At the time the district issues bonds payable wholly or partly from ad valorem taxes from the defined area, the governing body of the district shall provide for the annual imposition of a continuing direct annual ad valorem tax, without limit as to rate or amount, for each year that all or part of the bonds are outstanding as required and in the manner provided by Sections 51.433 and 51.436, Water Code.

Revisor's Note (End of Chapter)

(1) Section 3, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, authorizes the governing body of the district to call and hold an election for the enlarged district on assuming debt and levying taxes. Because that election has been held, the revised law omits that section as executed.

The omitted law reads:

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Sec. 3. The governing District's body is hereby authorized to call and hold an assumption of indebtedness election or elections in said District, as enlarged, on the question of the assumption by said District, as enlarged, of the indebtedness of such District, and the proposition to be submitted shall be "For the assumption of indebtedness of Fort Bend County Water Control and Improvement District No. 2, as enlarged, and the levy of taxes adequate to provide for the payment thereof," and the contrary thereof. The time and place or places of holding said election shall be designated in the election order, and such election shall be held not less than fifteen (15) days from the date of such Notice of such election shall be given by posting a substantial copy of the election order at one (1) public place within said District. Such notice shall also be District. published on the same day in each of two (2) successive weeks in a newspaper of general circulation in said District and published in either Fort Bend or Harris County, Texas. The date of such posting and the date of the first publication shall be not less than fourteen (14) days prior to the date set for election. Only duly qualified resident electors of said District, as enlarged, who own taxable property within said District, as enlarged, and who have duly rendered the same for taxation shall vote at said election.

(2) Section 4, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, Sections 1 (in part) and 2, Chapter 381, Acts of the 61st Legislature, Regular Session, 1969, and Section 4(a), Chapter 669, Acts of the 84th Legislature, Regular Session, 2015, validate certain acts performed by the district. The revised law omits those provisions because they served their purpose on the day they took effect and are executed law. Section 311.031(a)(2), Government Code (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made under the statute. Therefore, the omission of the executed validation provisions does not affect those validations. The omitted law reads:

[Acts 57th Leg., R.S., Ch. 312] Sec. 4. All governmental proceedings

(including but not limited to the issuance, sale and delivery of its notes, bonds or other obligations) and acts performed by the governing board of said District and all officers thereof in connection with said District are hereby in all things validated of the respective proceedings and acts.

[Acts 61st Leg., R.S., Ch. 381]

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Sec. 1. . . Without in ing the generalization way any of foregoing, it is expressly provided that all proceedings by which lands have been added or annexed to said district since its are hereby all creation things in validated.

Sec. 2. All governmental proceedings and acts performed by the governing body of said district and all officials thereof in connection with said district are hereby in all things validated as of the respective date of such proceedings and acts.

[Acts 84th Leg., R.S., Ch. 669] Sec. 4. (a) The legislature and confirms validates all acts proceedings of the Fort Bend County Water Control and Improvement District No. 2 that were taken before the effective date of this Act.

(3)Section 4, Chapter 381, Acts of the 61st Legislature, Regular Session, 1969, provides that Chapter 381 does not validate any governmental act or proceeding that is the subject of pending litigation and that is ultimately determined to be invalid. 4(b), Chapter 669, Section Acts of the 84th Legislature, Regular Session, 2015, provides that a certain provision of Chapter 669 does not apply to any matter that has been held by a final court judgment to be invalid or that is the subject of pending litigation and ultimately determined to be invalid. Those provisions are omitted from the revised law as executed and because Sections 311.031(a)(1) and (2), Government Code (Code Construction Act), provide that the repeal of a statute does not affect the prior operation of a statute or any validation, cure, right, privilege, obligation, liability or acquired, accrued, accorded, or incurred under the statute.

omitted law reads:

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[Acts 61st Leg., R.S., Ch. 381] Sec. 4. This Act shall not be construed as validating any governmental act or proceeding, if at the time this Act becomes effective said governmental act or proceeding was the subject of litigation pending in any court of competent jurisdiction, if litigation such ultimately determined against the legality thereof.

[Acts 84th Leg., R.S., Ch. 669] [Sec. 4]

- (b) Subsection (a) of this section does not apply to any matter that on the effective date of this Act:
- (1) is involved in litigation if the litigation ultimately results in the matter being held invalid by a final judgment of a court; or
- (2) has been held invalid by a final judgment of a court.
- Section 3, Chapter 669, Acts of the 84th Legislature, Regular Session, 2015, states that the district retains all rights, powers, privileges, authorities, duties, and functions it had before the enactment of that act. The revised law omits that provision as unnecessary because an accepted general principle of statutory construction requires a statute to be given cumulative effect with other statutes unless the statute provides otherwise or the statutes are in conflict. Chapter 669 provides additional district without authority to the limiting conflicting with the district's existing law. omitted law reads:
 - Sec. 3. The Fort Bend County Water Control and Improvement District No. 2 retains all the rights, powers, privileges, authority, duties, and functions that it had before the effective date of this Act.
- (5) Section 7, Chapter 312, Acts of the 57th Legislature, Regular Session, 1961, and Section 5, Chapter 381, Acts of the 61st Legislature, Regular Session, 1969, provide that the act is severable. The revised law omits those provisions because the same

result is produced by application of Section 311.032, Government Code (Code Construction Act), which provides that a provision of a statute is severable from each other provision of the statute that can be given effect. The omitted law reads:

[Acts 57th Leg., R.S., Ch. 312]

Sec. 7. If any word, phrase, sentence, paragraph, section or other part of this Act or the application thereof to any person or circumstance shall ever be held to be invalid or unconstitutional, the remainder of the Act and the application of such word, phrase, sentence, paragraph, section or other part of this Act to other or circumstances shall not persons affected thereby.

[Acts 61st Leg., R.S., Ch. 381] Sec. 5. If any wor word, sentence, paragraph, section or other part of this Act or the application thereto to any person or circumstance shall ever be held to be invalid or unconstitutional, the remainder of the Act and the application of such word, phrase, sentence, paragraph, section or other part of this Act to other or circumstances shall not persons affected thereby.

- Section 5, Chapter 669, Acts of the 84th (6) Legislature, Regular Session, 2015, recites legislative findings regarding procedural requirements for legislation affecting the district under the constitution and other laws and rules, including proper legal notice and the filing of recommendations. The revised law omits those provisions as executed. The omitted law reads:
 - Sec. 5. (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 to all persons, agencies, furnished officials, or entities to which they are required to be furnished under Section 59, XVI, Texas Constitution, Article and Chapter 313, Government Code.
 - (b) The governor, one of the required recipients, has submitted the notice and the Texas Commission to Environmental Quality.
 - The (c) Texas Commission on Environmental Quality has filed its recommendations relating to this Act with

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1 2 3 4 5 6 7 8 9	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.
10	CHAPTER 9077. BELL COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT
11	NO. 5
12	Sec. 9077.0001. DEFINITION
13	Sec. 9077.0002. EMINENT DOMAIN
14	CHAPTER 9077. BELL COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT
15	NO. 5
16	Revised Law
17	Sec. 9077.0001. DEFINITION. In this chapter, "district"
18	means the Bell County Water Control and Improvement District No. 5
19	in Bell County. (Acts 56th Leg., R.S., Ch. 227, Sec. 1 (part); New.)
20	Source Law
21 22 23	Sec. 1. Bell County Water Control and Improvement District No. 5, in Bell County, Texas,
24	Revisor's Note
25	The definition of "district" is added to the
26	revised law for drafting convenience and to eliminate
27	frequent, unnecessary repetition of the substance of
28	the definition.
29	Revised Law
30	Sec. 9077.0002. EMINENT DOMAIN. (a) The district may
31	exercise the power of eminent domain to acquire real estate located
32	in Bell County.
33	(b) The district must exercise the power of eminent domain
34	in the manner provided by Chapter 21, Property Code.
35	(c) The district's authority under this section to exercise
36	the power of eminent domain expired on September 1, 2013, unless the
37	district submitted a letter to the comptroller in accordance with
38	Section 2206.101(b), Government Code, not later than December 31,
39	2012. (Acts 56th Leg., R.S., Ch. 227, Sec. 1 (part); New.)

Source Law

Sec. 1. [Bell County Water Control and Improvement District No. 5, in Bell County, Texas,] shall have the right to condemn for public use, under the provisions of Title 52, Eminent Domain, of the Revised Civil Statutes of 1925, any real estate located within the boundaries of Bell County, Texas.

Revisor's Note

- (1) Section 1, Chapter 227, Acts of the 56th Legislature, Regular Session, 1959, provides that the district "shall have the right to condemn for public use" certain real estate. The revised law substitutes for the quoted language "may exercise the power of eminent domain to acquire" because the phrases have the same meaning and the latter is consistent with modern usage in laws relating to eminent domain.
- (2) Section 1, Chapter 227, Acts of the 56th Legislature, Regular Session, 1959, refers to Title 52, Revised Civil Statutes of 1925. That statute was codified as Chapter 21, Property Code. The revised law is drafted accordingly.
- (3) Section 1, Chapter 227, Acts of the 56th Legislature, Regular Session, 1959, provides that the district may exercise eminent domain authority. Section 2206.101, Government Code, required an entity with eminent domain authority to submit a letter with certain information to the comptroller not later than December 31, 2012, to prevent the entity's eminent domain authority from expiring on September 1, 2013. To avoid the appearance that this revision recognizes authority that the district may not possess at the time of the revision, the revised law includes a provision setting out the requirements of Section 2206.101, Government Code.

Revisor's Note (End of Chapter)

37 Section 1, Chapter 226, Acts of the 56th

1		Legislatur	e, Regular Session, 1959, validates certain
2		district	actions. The revised law omits the
3		validation	because it served its purpose on the date it
4		took effe	ect and is executed law. Section
5		311.031(a)	(2), Government Code (Code Construction
6		Act), prov	ides that the repeal of a statute does not
7		affect an	y validation previously made under the
8		statute.	Therefore, the omission of the executed
9		validation	provision does not affect the validation.
10		The omitted	d law reads:
11 12 13 14 15 16 17 18 19 20 21 22		Distr hereb all i Direc defin and i resul tax a behal	Sec. 1. The organization of Bell y Water Control and Improvement ict No. 5, in Bell County, Texas, is y ratified, validated and confirmed in respects. All acts of the Board of tors of the District incident to sing the boundaries of the District, in ordering, holding and declaring the ts of any elections for a maintenance and in levying such tax for and on if of the District are in all things ied, validated and confirmed.
23	CHAP'	TER 9078. FA	NNIN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT
24			NO. 1
25			SUBCHAPTER A. GENERAL PROVISIONS
26	Sec.	9078.0001.	DEFINITIONS
27	Sec.	9078.0002.	NATURE OF DISTRICT
28	Sec.	9078.0003.	FINDINGS OF PUBLIC PURPOSE AND BENEFIT357
29	Sec.	9078.0004.	DISTRICT TERRITORY
30	Sec.	9078.0005.	LIBERAL CONSTRUCTION OF CHAPTER
31			SUBCHAPTER B. POWERS AND DUTIES
32	Sec.	9078.0051.	GENERAL POWERS AND DUTIES359
33	Sec.	9078.0052.	WATER CONTROL AND IMPROVEMENT DISTRICT
34			POWERS
35	Sec.	9078.0053.	CONTROL OF WATER AND FLOODWATER;
36			RECLAMATION
37	Sec.	9078.0054.	COST OF RELOCATING OR ALTERING
38			PROPERTY

Τ	SUBCHAPTER C. TAXES
2	Sec. 9078.0101. IMPOSITION OF MAINTENANCE TAX;
3	ELECTION PROCEDURE
4	Sec. 9078.0102. MAINTENANCE TAX RATE
5	Sec. 9078.0103. TAX METHOD
6	SUBCHAPTER D. BONDS
7	Sec. 9078.0151. DEFINITION OF NET REVENUES
8	Sec. 9078.0152. AUTHORITY TO ISSUE BONDS
9	Sec. 9078.0153. SECURITY FOR REVENUE BONDS
10	Sec. 9078.0154. BOND ELECTION REQUIRED
11	Sec. 9078.0155. REFUNDING BONDS
12	CHAPTER 9078. FANNIN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT
13	NO. 1
14	SUBCHAPTER A. GENERAL PROVISIONS
15	Revised Law
16	Sec. 9078.0001. DEFINITIONS. In this chapter:
17	(1) "Board" means the district's board of directors.
18	(2) "District" means the Fannin County Water Control
19	and Improvement District No. 1. (Acts 57th Leg., R.S., Ch. 65, Sec.
20	1 (part); New.)
21	Source Law
22 23	Sec. 1 Fannin County Water Control and Improvement District No. 1,
24	Revisor's Note
25	The definitions of "board" and "district" are
26	added to the revised law for drafting convenience and
27	to eliminate frequent, unnecessary repetition of the
28	substance of the definitions.
29	Revised Law
30	Sec. 9078.0002. NATURE OF DISTRICT. The district is a
31	conservation and reclamation district in Fannin County established
32	under Section 59, Article XVI, Texas Constitution. (Acts 57th Leg.,
33	R.S., Ch. 65, Sec. 1 (part); Acts 58th Leg., R.S., Ch. 275, Secs. 1
34	(part), 7 (part).)

Τ	Source Law
2 3 4 5 6	[Acts 57th Leg., R.S., Ch. 65] Sec. 1. The creation and establishment and [of Fannin County Water Control and Improvement District No. 1,] composed of lands and territories, situated within Fannin County, Texas,
7 8 9 10 11	[Acts 58th Leg., R.S., Ch. 275] Sec. 1 Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and
12 13 14	Sec. 7 said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution;
15	Revised Law
16	Sec. 9078.0003. FINDINGS OF PUBLIC PURPOSE AND BENEFIT.
17	(a) The district is essential to the accomplishment of the
18	preservation and conservation of the natural resources of the
19	state.
20	(b) All land and property in the district will benefit from
21	the improvements to be constructed, acquired, and operated by the
22	district and from the preservation and conservation of the natural
23	resources of the state.
24	(c) This chapter addresses a subject in which the state is
25	interested. (Acts 58th Leg., R.S., Ch. 275, Secs. 3 (part), 7
26	(part).)
27	Source Law
28 29 30 31 32	Sec. 3. It is hereby found and declared that all property now located within the boundaries of said District are being and will continue to be benefited by the improvements to be constructed and acquired and operated by the District and
33 34 35 36 37 38 39 40 41 42 43 44	Sec. 7. [The Legislature hereby declares that said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution; that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the State;] that said District is essential to the accomplishment of these purposes; that this Act operates upon a subject in which the State at large is interested; that all lands and property located within the limits of the District is and will be benefited by the purposes for which the District is created
46	Revisor's Note

Section 7, Chapter 275, Acts of the 58th

Legislature, Regular Session, 1963, contains a legislative declaration of a constitutional "duty" to enact Chapter 275 as law. The revised law omits the declaration by the legislature as executed and because it has no substantive effect. The omitted law reads:

> Sec. 7. The Legislature declares that [said District is established the provisions of under Section 59 Article XVI of the Texas Constitution;] that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may appropriate in the preservation conservation of the natural resources of the State; . .

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16 <u>Revised Law</u>

Sec. 9078.0004. 17 DISTRICT TERRITORY. The district is 18 composed of the territory described by metes and bounds in the 19 resolution and order of the commissioners court of Fannin County 20 creating the district, recorded in Volume 1, page 3, of the Water 21 Control Improvement District minutes of Fannin County, as that 22 territory may have been modified under:

- (1) Subchapter J, Chapter 49, Water Code;
- (2) Subchapter O, Chapter 51, Water Code; or
- 25 (3) other law. (Acts 57th Leg., R.S., Ch. 65, Sec. 1

26 (part); New.)

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27 <u>Source Law</u>

Sec. 1. The . . . boundaries of [Fannin County Water Control and Improvement District No. 1, composed and territories, situated within Fannin of lands Texas,] the boundaries of said District County, described by metes and bounds in the resolution and order of the Commissioners Court of Fannin County, Texas, creating the District, recorded in Volume 1, page 3 of the Water Control Improvement District minutes of said county, to which reference is here made more complete description, and which is а incorporated herein by reference the same as if copied herein in full, . . .

Revisor's Note

For the reader's convenience, the revised law includes references to the statutory description of the district's territory and to statutory authority to change the district's territory under Subchapter J,

Chapter 49, Water Code, applicable to the district 1 under Sections 49.001 and 49.002 of that chapter, and 2 3 under Subchapter O, Chapter 51, Water Code, applicable 4 to water control and improvement districts. revised law also includes a reference to the general 5 authority of the legislature to enact a law to change 6 7 the district's territory. 8 Revised Law Sec. 9078.0005. LIBERAL CONSTRUCTION OF CHAPTER. 9 This chapter shall be liberally construed to effect its purposes. (Acts 10 58th Leg., R.S., Ch. 275, Sec. 7 (part).) 11 12 Source Law 13 . All terms and provisions of this Act are to be liberally construed to effectuate the 14 15 purpose and objectives herein set forth. Revisor's Note 16 Section 7, Chapter 275, Acts of the 17 58th 18 Legislature, Regular Session, 1963, refers to the "purpose and objectives" set forth in that act. The 19 20 revised law omits "objectives" as included in the meaning of "purpose." 21 SUBCHAPTER B. POWERS AND DUTIES 22 23 Revised Law 24 Sec. 9078.0051. GENERAL POWERS AND DUTIES. The district 25 may exercise the powers essential to the accomplishment of the purposes of Section 59, Article XVI, Texas Constitution, and may 26 27 exercise the rights, powers, privileges, prerogatives, functions enumerated in or implied by that section, including those 28 listed in this subchapter. (Acts 57th Leg., R.S., Ch. 65, Sec. 2 29 (part); Acts 58th Leg., R.S., Ch. 275, Sec. 1 (part); New.) 30 31 Source Law [Acts 57th Leg., R.S., Ch. 65] Sec. 2. The District is hereby granted all of 32 33 the powers, privileges, and prerogatives enumerated in Article XVI, Section 59, of the Constitution of the 34 35

following:

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State of Texas, including but not limited to the

[Acts 58th Leg., R.S., Ch. 275]

Sec. 1. . . . [Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and] shall be recognized to exercise all the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said Constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid Constitutional provision, and . . .

Revisor's Note

- (1) Section 1, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that the district is a "governmental agency and body politic and corporate." The revised law omits that provision because it duplicates a portion of Section 59(b), Article XVI, Texas Constitution, which provides that a conservation and reclamation district is a governmental agency and a body politic and corporate.
- (2) Section 1, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, refers to rights, powers, privileges, and functions that are "contemplated or implied" by Section 59, Article XVI, Texas Constitution. The revised law omits "contemplated" because the meaning of the term is included in the meaning of "implied."

Revised Law

- Sec. 9078.0052. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS. The district has the rights, powers, privileges, and functions provided by general law applicable to a water control and improvement district including Chapters 49 and 51, Water Code,
- 33 including the power to:
- 34 (1) construct, acquire, improve, maintain, and repair 35 a dam or other structure; and
- 36 (2) acquire land, easements, properties, or equipment 37 needed to use, control, and distribute water that may be impounded, 38 diverted, or controlled by the district. (Acts 57th Leg., R.S., Ch. 39 65, Sec. 2 (part); Acts 58th Leg., R.S., Ch. 275, Sec. 1 (part);

1 New.)

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2 Source Law

[Acts 57th Leg., R.S., Ch. 65]

Subsec. B. In exercising the power for which the District is created, it shall have all of the authority conferred by General Law upon water control improvement districts, including, but not limited to, the power to construct, acquire, improve, maintain and repair dams or other structures and the acquisition of land, easements, properties, or equipment which may be needed to utilize, control, and distribute any waters that may be impounded, diverted, or controlled by the District.

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[Acts 58th Leg., R.S., Ch. 275] . . . [Said District shall continue to Sec. 1. as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and shall be recognized to exercise all the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said Constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid Constitutional provision, and] those now or hereafter conferred by the General Laws of the State relating to water control and improvement districts where not in conflict with this Act.

Revisor's Note

- (1)Subsection B, Section 2, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, refers to the authority "conferred by General Law upon water control and improvement districts." For the reader's convenience, the revised law adds references to Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and to Chapter 51, Water Code, applicable to water control and improvement districts.
- Subsection B, Section 2, Chapter 65, Acts of (2) the 57th Legislature, Regular Session, 1961, refers to "authority" conferred on the district. Section 1, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, refers to the exercise of "rights, powers, privileges and functions" by the district. The revised law omits "authority" because, in context,

- "authority" is included in the meaning of "rights,

 powers, [and] privileges."
 - (3) Subsection B, Section 2, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, refers to authority "including, but not limited to" certain powers. The revised law omits "but not limited to" because Section 311.005(13), Government Code (Code Construction Act), provides that "includes" and "including" are terms of enlargement and not of limitation and do not create a presumption that components not expressed are excluded.
 - Section 1, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that the district has the rights, powers, privileges, and functions provided by general law to water control and improvement districts "where not in conflict with this Act." The revised law omits the quoted language that language duplicates, in substance, because Section 311.026(b), Government Code (Code Construction Act), which provides that if there is a conflict between a general provision of law and a special or local provision, the special or local provision prevails unless the general provision is the later enactment and the manifest intent is that the general provision prevail.

26 Revised Law

- Sec. 9078.0053. CONTROL OF WATER AND FLOODWATER;
- 28 RECLAMATION. The district may:
- 29 (1) control, store, preserve, and distribute the water
- 30 and floodwater in the district for the irrigation of arid land,
- 31 conservation, preservation, reclamation, and drainage of land in
- 32 the district;

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- 33 (2) carry out flood prevention measures to prevent
- 34 damage to land and property in the district; and

1 (3) reclaim lands damaged before April 10, 1961,

2 because of the prior failure to provide the facilities authorized

to be constructed under this chapter. (Acts 57th Leg., R.S., Ch. 65,

4 Sec. 2 (part).)

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5 <u>Source Law</u>

6 Sec. 2. . . .

Subsec. A. The District shall have and exercise and is hereby vested with the power to control, store, preserve and distribute the water and floodwaters within the area of the District for the irrigation of arid land, conservation, preservation, reclamation, and drainage of the lands within the District, and is empowered to carry out flood prevention measures to prevent damage to the land and property within the District, and to reclaim lands heretofore damaged by reason of the prior failure to provide the facilities authorized to be constructed under the provisions of this Act.

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Revisor's Note

- (1) Subsection A, Section 2, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, provides that the district "shall have and exercise and is hereby vested with the power to" perform certain acts. The revised law substitutes "may" for the quoted language because, in context, the terms are synonymous and "may" is more commonly used.
- (2) Subsection A, Section 2, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, provides that the district may reclaim certain lands "heretofore" damaged, meaning lands damaged before the effective date of Chapter 65. The revised law substitutes "before April 10, 1961," for "heretofore" because that was the effective date of Chapter 65.

Revised Law

Sec. 9078.0054. COST OF RELOCATING OR ALTERING PROPERTY.

If the district's exercise of the power of eminent domain, the power

of relocation, or any other power granted under this chapter makes

necessary relocating, raising, rerouting, changing the grade of, or

altering the construction of, a highway, railroad, electric

- 1 transmission line, telephone or telegraph property or facility, or
- 2 pipeline, the necessary action shall be accomplished at the
- 3 district's sole expense. (Acts 57th Leg., R.S., Ch. 65, Sec. 2
- 4 (part).)

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5 <u>Source Law</u>

6 Sec. 2. . .

Subsec. C. In the event that the District, in the exercise of the power of eminent domain or power of relocation, or any other power granted hereunder, makes necessary the relocation, raising, rerouting or changing the grade of, or altering the construction of any highway, railroad, electric transmission line, telephone or telegraph properties and facilities, or pipeline, all such necessary relocation, raising, rerouting, changing of grade or alteration of construction shall be accomplished at the sole expense of the District.

Revisor's Note (End of Subchapter)

Section 3, Chapter 65, Acts of the 57t.h Legislature, Regular Session, 1961, refers to the district's power to cooperate with federal entities. revised law omits that provision because duplicates, in substance, provisions of Section 49.227, Water Code, which provide the district with the power to act jointly with any other person or entity. The omitted law reads:

Sec. 3. For the accomplishment of any one or more of the purposes for which the District is created, the District shall have the power and is hereby empowered to cooperate with any agency, representative, instrumentality, or department of the Federal Government and

SUBCHAPTER C. TAXES

36 Revised Law

- 37 Sec. 9078.0101. IMPOSITION OF MAINTENANCE TAX; ELECTION
- 38 PROCEDURE. (a) If approved by a majority of the voters of the
- 39 district voting at an election called for that purpose, the
- 40 district may impose a maintenance tax for the purposes of:
- 41 (1) maintaining structures;
- 42 (2) securing and purchasing land rights;
- 43 (3) purchasing rights-of-way, including moving

- 1 utilities;
- 2 (4) administering contracts; and
- 3 (5) paying other general operating expenses.
- 4 (b) A maintenance tax election shall be called and notice
- 5 given in the same manner as for a bond election and may be held
- 6 simultaneously with a bond election.
- 7 (c) This chapter does not prevent the calling of a
- 8 subsequent maintenance tax election to establish or increase the
- 9 amount of tax if the board determines that a maintenance tax
- 10 election is required. (Acts 57th Leg., R.S., Ch. 65, Sec. 3
- 11 (part).)

12 <u>Source Law</u>

Sec. 3. . . . For the purpose of maintaining the structures, authority for the securing and purchase of land rights, purchase of right-of-ways, including moving of utilities, for the purpose of the administering of the contracts and other general operating expense, the District shall have the right to levy and assess a maintenance tax; provided, however, that no such maintenance tax shall be levied until approved and authorized by a majority of the resident qualified property taxpaying voters participating at an election called for that purpose.

The election shall be called and notice given in the same manner as authorized for a bond election, and may be held simultaneously with such bond election, but nothing herein shall prevent the calling of subsequent maintenance tax elections to establish or increase the amount of the tax should the directors find such election is required.

Revisor's Note

- (1) Section 3, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, provides that the district "shall have the right to levy and assess" a maintenance tax. The revised law substitutes "may" for "shall have the right to" because "may" is more concise and is the substantive equivalent of the quoted language. The revised law also substitutes "impose" for "levy and assess" because "impose" is the term generally used in Title 1, Tax Code, and includes the levying and assessment of a tax.
 - (2) Section 3, Chapter 65, Acts of the 57th

Legislature, Regular Session, 1961, refers to a majority vote of the "resident qualified property taxpaying" voters. The revised law omits the reference to "resident qualified . . . voters" as unnecessary in this context because Chapter Election Code, governs eligibility to vote in an election in this state and allows only "qualified" voters who are residents of the territory covered by the election to vote in an election. The revised law also omits the reference to voting by persons who own taxable property because in Hill v. Stone, 421 U.S. 289 (1975), the United States Supreme Court held that property ownership as a qualification for voting is an unconstitutional denial of equal protection.

<u>Revised Law</u>

Sec. 9078.0102. MAINTENANCE TAX RATE. 16 In calling 17 maintenance tax election, the board must specify the maximum To impose a maintenance tax at a rate that 18 proposed tax rate. 19 exceeds the maximum rate approved by the voters, the board must submit the question of a tax rate increase to the voters. (Acts 20 57th Leg., R.S., Ch. 65, Sec. 3 (part).) 21

Source Law

Sec. 3. . . . In calling the election, the directors shall specify the maximum rate of tax which is sought to be levied, and no tax in excess of that amount may be levied without submitting the question of the increased rate of taxation to the electors hereinabove described.

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Revisor's Note

- (1) Section 3, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, limits the tax that may be "levied." The revised law substitutes "impose" for "levied" for the reason stated in Revisor's Note (1) to Section 9078.0101.
- 36 (2) Section 3, Chapter 65, Acts of the 57th
 37 Legislature, Regular Session, 1961, refers to

- "electors." The revised law substitutes "voters" for
- 2 "electors" because "voters" is the term used in the
- 3 Election Code.

4 Revised Law

- 5 Sec. 9078.0103. TAX METHOD. (a) The district shall use the
- 6 ad valorem plan of taxation.
- 7 (b) The district is not required to conduct a hearing on the
- 8 adoption of a plan of taxation. (Acts 58th Leg., R.S., Ch. 275,
- 9 Sec. 4.)

10 Source Law

- Sec. 4. It shall not be necessary for the District to conduct or hold any hearings on the
- adoption of a plan of taxation, but the ad valorem plan of taxation shall be used by the District.
- 15 SUBCHAPTER D. BONDS

16 Revised Law

- 17 Sec. 9078.0151. DEFINITION OF NET REVENUES. In this
- 18 subchapter, "net revenues" or "net operating revenues" means all
- 19 income or increment from the ownership and operation of
- 20 improvements and facilities operated by the district, minus the
- 21 amount reasonably required to provide for the administration,
- 22 efficient operation, and adequate maintenance of the improvements
- 23 and facilities. The terms do not include money derived from
- 24 taxation. (Acts 58th Leg., R.S., Ch. 275, Sec. 5 (part).)

25 Source Law

- Sec. 5. . . . The term "net operating revenues" or "net revenues" as used herein shall be understood to 26 27 exclude any money derived from taxation but to include 28 29 all income and increment which may grow out of the operation of the improvements ownership and operation of the improvements facilities of the District less such part of 30 or 31 the 32 District's revenue income as reasonably may 33 required to provide for the administration, efficient 34 operation and adequate maintenance of 35 improvements and facilities.
- 36 . . .

37 <u>Revised Law</u>

- 38 Sec. 9078.0152. AUTHORITY TO ISSUE BONDS. (a) The district
- 39 may issue bonds to:
- 40 (1) furnish land, easements, or permanent

- 1 improvements to land or easements;
- 2 provide dams, structures, projects, and works of
- 3 improvement for flood prevention, including structural and land
- of 4 measures, and for agricultural treatment phases the
- conservation, development, use, and disposal of water, and for 5
- 6 necessary facilities and equipment in connection therewith and for
- 7 the improvement, maintenance, and repair of the same; and
- 8 (3) exercise any other district power.
- 9 (b) Except as otherwise provided by this chapter, district
- bonds must be authorized by a board resolution. 10
- District bonds may be secured by and payable wholly 11 (c)
- 12 from:

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- (1)ad valorem taxes; 13
- net operating revenues of the district, the net 14 (2)
- revenues of any contract made, or other revenues as specified in the 15
- 16 resolution authorizing the issuance of the bonds; or
- 17 (3) any combination of ad valorem taxes and net
- revenues as determined by the board. 18
- 19 In a resolution authorizing the issuance of bonds
- 20 secured wholly or partly by district revenues, the board may
- reserve the right under conditions specified in the resolution to 21
- 22 issue additional bonds on a parity with or subordinate to the bonds
- being issued. (Acts 57th Leg., R.S., Ch. 65, Sec. 3 (part); Acts 23
- 24 58th Leg., R.S., Ch. 275, Sec. 5 (part); New.)

25 Source Law

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[Acts 57th Leg., R.S., Ch. 65]
Sec. 3. [For the accomplishment of any one or more of the purposes for which the District is created, the District] . . . may issue bonds, in the manner hereinafter provided, for the purpose of acquiring the funds processory, to furnish land excomples or necessary to furnish land, easements permanent improvement thereon. . .

[Acts 58th Leg., R.S., Ch. 275]

Sec. 5. For the purpose of providing dams, structures, projects and works of improvement for flood prevention (including structural and land treatment measures) and for agricultural phases of development conservation, and utilization disposal of water and for the necessary facilities and connection therewith equipment in and for the improvement, maintenance and repair of the same, or

1 for the purpose of carrying out any other power or 2 authority conferred upon the District by this Act or by 3 General Laws incorporated herein, or combination of such purposes, the District is specifically authorized to issue its negotiable bonds. 4 5 6 7 Such bonds may be secured by and payable wholly from ad valorem taxes to be levied upon all taxable property in 8 the District or wholly from not operating revenues of 9 the District or by the net revenues of any one or more 10 hereafter contracts made Οľ other revenues 11 authorizing specified the resolution their in 12 For the purposes herein stated the District 13 is also empowered to issue bonds secured by and payable 14 from any combination of taxes and net revenues as the Board of Directors may determine. 15 resolution authorizing the issuance of bonds supported 16 17 in whole or in part by revenues of the District the 18 Board of Directors may reserve the right under the conditions therein specified, to issue additional bonds on a parity with or subordinate to the bonds 19 20 being issued. 21 22

Except as herein otherwise prescribed the bonds of the District shall be authorized by resolution of the Board of Directors and . . .

Revisor's Note

- (1) Section 3, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, states that the district may issue bonds for certain purposes "in the manner hereinafter provided." The revised law omits the quoted language because the subsequent portion of Chapter 65 does not include any provisions on the manner in which the district may issue bonds.
- (2) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, refers to actions taken in exercising the district's "power or authority" under the act. The revised law omits "authority" because, in this context, "authority" is included in the meaning of "power."
- (3) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, authorizes the district to issue "negotiable" bonds. The revised law omits the reference to "negotiable" bonds because Section 1201.041, Government Code, provides that a public security is a negotiable instrument. Section 1201.041 applies to district bonds under Sections 1201.002 and 1201.003, Government Code.

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- (4) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that district bonds may be payable wholly from "not operating revenues" of the district. The revised law substitutes a reference to "net operating revenues" because it is clear from the context that "not operating revenues" is a typographical error.
- Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, authorizes the district to sell bonds, except as otherwise provided by Chapter 275, according to the requirements of the general laws applicable to water control and improvement districts. The revised law omits the authority to sell bonds under those general laws because Subsection B, Section 2, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, and Section 1, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, revised in part in this chapter as Section 9078.0052, provide that the district has the authority conferred by general law on water control and improvement districts. In addition, the revised law omits the reference to exceptions in Chapter 275 because such an exception would apply on its own terms. The omitted law reads:

25 Sec. 5. [Except as her

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[Except as herein otherwise prescribed the bonds of the District] . . . may be sold under the terms and provisions of the General Laws of this State now in effect or hereafter enacted applicable to bonds issued by water control and improvement districts. . . .

33 <u>Revised Law</u>

- Sec. 9078.0153. SECURITY FOR REVENUE BONDS. For bonds authorized to be issued that are secured by and payable wholly or partly from net revenues, the board may mortgage and encumber:
 - (1) any part or all of the district's property and

- 1 facilities acquired or to be acquired;
- 2 (2) a franchise of or revenues from the operation of
- 3 the district's property and facilities acquired or to be acquired;
- 4 and
- 5 (3) anything pertaining to the district's property and
- 6 facilities acquired or to be acquired or the operation of the
- 7 district's property or facilities. (Acts 58th Leg., R.S., Ch. 275,
- 8 Sec. 5 (part).)

9 <u>Source Law</u>

. In the case of bonds authorized to 10 be issued and which are secured by and payable wholly 11 or partially from net revenues the Board of Directors 12 13 is authorized to mortgage and encumber any part of or 14 all of its properties and facilities and the franchise and revenues and income from the operation thereof and 15 16 everything pertaining thereto acquired or to 17 acquired. . .

18 <u>Revisor's Note</u>

Chapter 275, Acts of the 19 Section 5, 58th 20 Legislature, Regular Session, 1963, refers +0 "revenues and income." The revised law omits the 21 reference to "income" as included within the meaning 2.2 of "revenues." 23

24 Revised Law

- Sec. 9078.0154. BOND ELECTION REQUIRED. (a) Bonds, other than refunding bonds, may not be issued unless approved by the voters of the district as provided by general law.
- (b) If a proposition submitted at an election is defeated, another election may be held in the district to vote on the same or a similar proposition at a time determined by the board.
- 31 (c) The board may call an election under this section 32 without a petition. The resolution calling the election must 33 specify:
- 34 (1) the time and place at which the election will be 35 held;
- 36 (2) the purpose for which the bonds will be issued;
- 37 (3) the maximum maturity date and maximum interest

- 1 rate of the bonds;
- 2 (4) the form of the ballot; and
- 3 (5) the presiding judge for each voting place.
- 4 (d) Notice of the election must be given by publishing a
- 5 substantial copy of the resolution calling the election in a
- 6 newspaper of general circulation in the district. The notice must
- 7 be published once each week for two consecutive weeks. The first
- 8 publication must be not later than the 14th day before the date of
- 9 the election. (Acts 58th Leg., R.S., Ch. 275, Sec. 5 (part).)

10 <u>Source Law</u>

11 Sec. 5. . . .

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It is expressly provided, however, that no bonds except refunding bonds shall be issued by the District until their issuance has been approved by the resident qualified property taxpaying voters, whose property has been duly rendered for taxation, as provided by General Law; and should any proposition so submitted an election be defeated another election elections may be called and held within said District to vote upon the same or similar proposition at such time as the Board of Directors may determine. Bond elections may be called by the Board of Directors without a petition. The resolution calling the without a petition. election shall specify the time and places of holding the same, the purpose for which the bonds are to be issued, the maximum maturity thereof, the maximum interest rate, the form of the ballot and the presiding judge for each voting place. . . . Notice of the election shall be given by publishing a substantial copy of the resolution calling the election in a newspaper or newspapers of general circulation in the District once each week for two (2) consecutive weeks. The first publication shall be at least fourteen (14) days prior to the election. . . .

Revisor's Note

- (1) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, refers to a majority vote of the "resident qualified property taxpaying voters, whose property has been duly rendered for taxation." The revised law omits the quoted language for the reason stated in Revisor's Note (2) to Section 9078.0101.
- (2) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that after a bond proposition fails at an election, a

subsequent bond election may be "called and held" by the board. The revised law omits "called" because, in this context, "called" is included in the meaning of holding an election. Under Chapter 3, Election Code, all elections must be ordered (called) before they may be held.

(3) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that the presiding judge serving at each voting place shall appoint the necessary assistant judges and clerks for holding the election. The revised law omits the provision as superseded by the 1985 enactment of the Election Code, applicable to the district under Section 1.002 of that code. Chapter 32, Election Code, governs the selection of election judges and clerks. The omitted law reads:

Sec. 5. . . . The presiding judge serving at each voting place shall appoint the necessary assistant judges and clerks for holding such election. . . .

(4) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that the board shall receive and canvass election returns. The revised law omits that provision as superseded by the 1985 enactment of the Election Code, applicable to the district under Section 1.002 of that code. Chapter 67, Election Code, provides for the canvass of elections. The omitted law reads:

Sec. 5. . . The returns of the election shall be made to and canvassed by the Board of Directors of the District. . .

(5) Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that the general laws relating to elections apply to an election held under that section except as otherwise provided by that act. The revised law omits that

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provision as superseded by the 1985 enactment of Section 1.002, Election Code, which provides that the Election Code applies to all elections held in this state and that the Election Code supersedes a conflicting statute unless the statute expressly provides otherwise. The omitted law reads:

Sec. 5. . . The General Laws relating to elections shall be applicable to elections held under this Section of this Act, except as otherwise provided in this Act.

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13 Revised Law

Sec. 9078.0155. REFUNDING BONDS. (a) The district may issue refunding bonds to refund outstanding district bonds and interest on those bonds.

- (b) Bonds issued to refund revenue-supported bonds may:
 - (1) be issued to refund bonds of more than one series;
- 19 (2) combine the pledges for the outstanding bonds for 20 the security of the refunding bonds; and
- 21 (3) be secured by other or additional revenues.
- 22 (c) The comptroller shall register the refunding bonds on 23 surrender and cancellation of the bonds to be refunded.
- 24 Instead of issuing refunding bonds to be registered on the surrender and cancellation of the bonds to be refunded as 25 provided by Subsection (c), the district, in the resolution 26 authorizing the issuance of the refunding bonds, may provide for 27 28 the sale of the refunding bonds and the deposit of the proceeds in a 29 bank at which the bonds to be refunded are payable. In that case, the refunding bonds may be issued in an amount sufficient to pay the 30 principal of and interest on the bonds to be refunded to their 31 option date or maturity date, and the comptroller shall register 32 the refunding bonds without the surrender and cancellation of the 33 bonds to be refunded. (Acts 58th Leg., R.S., Ch. 275, Sec. 5 34 35 (part).)

Source Law

Sec. 5.

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The District is authorized to issue refunding bonds for the purpose of refunding any outstanding bonds authorized by this Act and interest thereon and in the case of revenue-supported bonds such refunding bonds may be issued to refund more than one (1) series of outstanding bonds and combine the pledges provided for the outstanding bonds for the security of the refunding bonds, and may be secured by other Refunding additional revenues. bonds shall registered by the Comptroller upon surrender and cancellation of the bonds to be refunded, or in lieu thereof the resolution authorizing their issuance may provide that they may be sold and the proceeds thereof deposited in a bank where the original bonds are payable, in which case the refunding bonds may be issued in an amount sufficient to pay the principal of and interest on the original bonds to their option date or maturity date, and the Comptroller shall register them without concurrent surrender and cancellation of the original bonds.

Revisor's Note

5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, requires district to submit bonds it issues to the attorney general for examination and approval. Section 5 also requires the attorney general to approve district bonds if the bonds were authorized under law. addition, Section 5 provides that after approval the bonds must be registered with the comptroller and that approval and registration the after bonds are incontestable. The revised law omits those provisions superseded by Chapter 1202, Government (enacted as Article 3, Chapter 53, Acts of the 70th Legislature, 2nd Called Session, 1987). Section 1202.003, Government Code, provides for approval of the bonds by the attorney general and requires the attorney general to submit the approved bonds to the comptroller for registration. Section 1202.005, Government Code, requires registration of the bonds by the comptroller. Section 1202.006, Government Code, provides that after approval and registration the bonds are incontestable and binding obligations. Chapter 1202, Government Code, applies to district bonds by application of Sections 1202.001 and 1202.003(c), Government Code. The omitted law reads:

All bonds of the District, including bonds, and the proceedings pertaining to their authorization shall be submitted to the Attorney General of Texas, and if such bonds have been authorized in accordance with the provisions hereof, he shall approve the bonds which shall then be registered by the Comptroller of Public Accounts. Thereafter such bonds shall be and valid binding and shall be incontestable for any cause.

Revisor's Note (End of Subchapter)

Section 5, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that district bonds may be called, or redeemed, before maturity at the time and price specified resolution authorizing the bonds. The revised law provision that because it duplicates in substance Sections 1201.021 and 1201.022, Government Code, which provide that a public security may be redeemed before maturity and be payable in specified amounts and at specified times. Those sections apply district bonds under Sections 1201.002 1201.003, Government Code. The omitted law reads:

Sec. 5. . . . Within the discretion of the Board the bonds may be callable prior to maturity at such times and prices as may be prescribed in the resolution authorizing their issuance.

. . .

Revisor's Note (End of Chapter)

(1) Section 1, Chapter 65, Acts of the 57th Legislature, Regular Session, 1961, and Section 1, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, validate the creation, establishment, boundaries, organization, and operation of the

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district. The revised law omits the validating provisions because they served their purpose on the date they took effect and are executed law. Section 311.031(a)(2), Government Code (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made under Therefore, the omission of each executed statute. validation provision does not affect the validation.

The omitted law reads:

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[Acts 57th Leg., R.S., Ch. 65] Sec. 1. [The crea Sec. 1. creation and boundaries of establishment Fannin County Water Control Improvement and District No. 1,] . . . are hereby ratified, confirmed and validated. The organization of said District, the confirmation election the election of directors for the rict, and all proceedings relating District, thereto, are hereby in all things and in all respects ratified, confirmed, approved and validated.

[Acts 58th Leg., R.S., Ch. 275]

Sec. 1. All proceedings heretofore had and taken in the creation, organization $% \left(1\right) =\left(1\right) \left(1\right) +\left(1\right) \left(1\right) \left(1\right) +\left(1\right) \left(1\right)$ operation of Fannin County Control and Improvement District Number One of Fannin County, Texas, created or sought to be created under the provisions Article XVI, Section 59 of the Te of the Texas Constitution and the General Laws of the State enacted pursuant thereto, are hereby in all things and in all respects ratified, confirmed, approved and validated as of the respective dates of such proceedings and actions. .

Section 2, Chapter 275, Acts of the 58th (2)Legislature, Regular Session, 1963, validates certain district actions. The revised law omits the validation because it served its purpose on the date it effect is executed law. took and 311.031(a)(2), Government Code (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made under the Therefore, the omission of the executed statute. validation provision does not affect the validation.

The omitted law reads:

- Sec. 2. Without in anywise limiting the generality of the foregoing the following matters are hereby in all respects ratified, confirmed, approved and validated:
- (a) All actions, orders proceedings in the calling, conducting and declaring the results of the election held in said District on the 20th day of June, 1961, whereat a majority of the resident qualified property taxpaying voters of such District voted in favor of the proposition submitted to authorize the levy collection of of taxes for the purpose operating and maintaining the District and improvements and to render proper ices for the purpose of its services the purpose organization.
- (b) All taxes heretofore levied for the purpose of operating and maintaining the District and its improvements and to render proper service for the purpose of its organization as authorized at the election referred to in (a) above.
- (3) Section 3, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that the district is not required to hold a hearing on the exclusion of land. The revised law omits the provision as executed. In the context of the general laws applicable to water control and improvement districts in effect in 1963, the provision is an exception to a law that only would have applied to the district at the time of its creation.

The general laws applicable to water control and improvement districts in effect in 1963 required a control and improvement district to hearings at the time of the district's creation on the exclusion of certain land from the district. context, the statement in Section 3, Chapter 275, that exclusion hearings are not required appears to address those general law provisions. Even though the district had already been created when Chapter 275 was enacted, Chapter 275 essentially re-created the district by validating the creation of the district bу а commissioners court (as described in Section 1,

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Chapter 65, Acts of the 57th Legislature, Regular Session, 1961) and stating that the district would continue to exist as a conservation and reclamation district.

The power or duty to hold a hearing to exclude land subsequent to the creation of the district is governed by Subchapter J, Chapter 49, Water Code, which applies to the district under Sections 49.001 and 49.002 of that code, and Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The omitted law reads:

Sec. 3. [It is hereby found and declared that all property now located within the boundaries of said District are being and will continue to be benefited by the improvements to be constructed and acquired and operated by the District and] it shall not be necessary for the District to hold any hearings for the exclusion of lands or other properties therein.

Section 6, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, lists the entities for which district bonds are legal investments and provides that district bonds may secure deposits of public funds of the state or political subdivisions. The revised law omits the provision relating to the eligibility of district bonds to be considered investments for various entities because it duplicates, in substance, Section 49.186(a), Water While Section 6 lists "quardians" and Section Code. 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a guardian is a fiduciary. The revised law omits the provision relating to the use of district bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code

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(enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of other public agencies, including political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

Sec. 6. All bonds of the District shall be and are hereby declared to be legal authorized investments for banks. savings banks, trust companies, building and loan associations, insurance companies, fiduciaries, trustees, guardians and for the sinking funds of cities, towns, of cities, villages, counties, school districts or political corporations subdivisions of the State of Texas. Such eligible bonds shall bе to secure deposit of any and all public funds of the State of Texas and any and all public funds cities, towns, villages, other political districts school οr corporations or subdivisions of the State of Texas; and such bonds shall be lawful and sufficient security for said deposits to extent of their par value accompanied by all unmatured interest coupons.

(5) Section 8, Chapter 275, Acts of the 58th Legislature, Regular Session, 1963, provides that Chapter 275 is cumulative of prior acts. The revised law omits the provision because an accepted general principle of statutory construction requires a statute to be given cumulative effect with other statutes unless it provides otherwise or unless the statutes are inconsistent. In addition, under general rules of statutory construction, a statute automatically has the effect of repealing prior conflicting enactments. The general principles apply to this provision. The omitted law reads:

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1 2 3 4 5	Sec. 8. The provisions of this Act shall be cumulative of all prior acts on the same subject, but the provisions hereof shall prevail to the extent that same may be deemed in conflict with those of prior acts.
6	CHAPTER 9079. FORT HANCOCK WATER CONTROL AND IMPROVEMENT DISTRICT
7	OF HUDSPETH COUNTY, TEXAS
8	SUBCHAPTER A. GENERAL PROVISIONS
9	Sec. 9079.0001. DEFINITIONS
10	Sec. 9079.0002. FINDINGS OF PUBLIC USE AND BENEFIT382
11	Sec. 9079.0003. DISTRICT TERRITORY
12	SUBCHAPTER B. BOARD OF DIRECTORS
13	Sec. 9079.0051. NOTICE OF DIRECTORS' ELECTION383
14	Sec. 9079.0052. DIRECTOR'S BOND
15	SUBCHAPTER C. POWERS AND DUTIES
16	Sec. 9079.0101. GENERAL POWERS AND DUTIES
17	Sec. 9079.0102. COST OF RELOCATING OR ALTERING
18	PROPERTY
19	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
20	Sec. 9079.0151. TAX METHOD
21	SUBCHAPTER E. BONDS
22	Sec. 9079.0201. AUTHORITY TO ISSUE BONDS
23	Sec. 9079.0202. NOTICE OF BOND ELECTION
24	CHAPTER 9079. FORT HANCOCK WATER CONTROL AND IMPROVEMENT DISTRICT
25	OF HUDSPETH COUNTY, TEXAS
26	SUBCHAPTER A. GENERAL PROVISIONS
27	Revised Law
28	Sec. 9079.0001. DEFINITIONS. In this chapter:
29	(1) "Board" means the district's board of directors.
30	(2) "Director" means a board member.
31	(3) "District" means the Fort Hancock Water Control
32	and Improvement District of Hudspeth County, Texas. (Acts 57th
33	Leg., R.S., Ch. 78, Sec. 3; New.)
34	Source Law
35 36 37	Sec. 3. It is determined and found by the Legislature that the said district shall be hereafter known as "Fort Hancock Water Control and Improvement

Τ	District of Hudspeth County, Texas."
2	Revisor's Note
3	The definitions of "board" and "director" are
4	added to the revised law for drafting convenience and
5	to eliminate frequent, unnecessary repetition of the
6	substance of the definitions.
7	Revised Law
8	Sec. 9079.0002. FINDINGS OF PUBLIC USE AND BENEFIT. (a)
9	The district is created to serve a public use and benefit.
LO	(b) All land and other property included in the district
L1	will benefit from the works and projects accomplished by the
L2	district under the powers conferred by Section 59, Article XVI,
L3	Texas Constitution. (Acts 57th Leg., R.S., Ch. 78, Sec. 9.)
L4	Source Law
L5 L6 L7 L8 L9 20 21 22	Sec. 9. It is expressly determined and found that all of the land and other property included within the area and boundaries of the district will be benefited by the works and projects which are to be accomplished by the district pursuant to the powers conferred by the provisions of Article XVI, Section 59, of the Constitution of Texas, and that said district was and is created to serve a public use and benefit.
24	Revised Law
25	Sec. 9079.0003. DISTRICT TERRITORY. The district is
26	composed of the territory described by Section 5, Chapter 78, Acts
27	of the 57th Legislature, Regular Session, 1961, as that territory
28	may have been modified under:
29	(1) Subchapter J, Chapter 49, Water Code;
30	(2) Subchapter O, Chapter 51, Water Code; or
31	(3) other law. (New.)
32	Revisor's Note
33	The revision of the law governing the district
34	does not revise the statutory language describing the
35	territory of the district to avoid the lengthy
36	recitation of the description and because that
37	description may not be accurate on the effective date

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of the revision or at the time of a later reading. For

the reader's convenience, the revised law includes references to the statutory description of the district's territory and to statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The revised law also includes a reference to the general authority of the legislature to enact other laws to change the district's territory.

SUBCHAPTER B. BOARD OF DIRECTORS

13 Revised Law

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Sec. 9079.0051. NOTICE OF DIRECTORS' ELECTION. Notice of a directors' election shall be posted in three or more public places in the district for at least 14 days before the date of the election. (Acts 57th Leg., R.S., Ch. 78, Sec. 4 (part).)

18 Source Law

Sec. 4. . . . Notice of directors election, required by the General Laws relating to water control and improvement districts to be held on the second Tuesday in January of each year, shall be given by posting proper notice thereof at three public places within the district for at least fourteen (14) days prior to the date of such election.

Revisor's Note

of Section 4, Chapter 78, Acts the 57th Legislature, Regular Session, 1961, refers to regular directors' elections being held on the second Tuesday in January of each year in compliance with applicable general law. The revised law omits this provision as superseded by the 1995 enactment of Section 49.103, Water Code, applicable to the district under Sections 49.001, 49.002, and 49.103(e), Water Code. Section 49.103(b), Water Code, requires the election of the appropriate number of directors to be held on the uniform election date in May of even-numbered years.

1	Section 49.103(e), Water Code, provides that the
2	provisions of Sections 49.103(a) and (b) take
3	precedence over all prior statutory enactments.
4	Revised Law
5	Sec. 9079.0052. DIRECTOR'S BOND. Each director shall give
6	bond in the amount of \$1,000 for the faithful performance of the
7	director's duties. (Acts 57th Leg., R.S., Ch. 78, Sec. 4 (part).)
8	Source Law
9 10 11	Sec. 4 each shall give bond in the amount of One Thousand Dollars (\$1,000.00) for the faithful performance of his duties,
12	Revisor's Note
13	(1) Section 4, Chapter 78, Acts of the 57th
14	Legislature, Regular Session, 1961, requires each
15	director to subscribe to the constitutional oath of
16	office. The revised law omits that provision because
17	Section 1, Article XVI, Texas Constitution, requires
18	all officers to take the oath (or affirmation) before
19	assuming office. The omitted law reads:
20 21 22 23	Sec. 4 All directors elected or appointed after the effective date of this Act shall subscribe to the constitutional oath of office, and
24	(2) Section 4, Chapter 78, Acts of the 57th
25	Legislature, Regular Session, 1961, requires the
26	district to pay the cost of a director's bond. The
27	revised law omits that provision because it duplicates
28	in substance part of Section 49.055(c), Water Code.
29	Chapter 49 applies to the district under Sections
30	49.001 and 49.002, Water Code. The omitted law reads:
31 32	Sec. 4 the cost of which bonds shall be paid by the district
33	SUBCHAPTER C. POWERS AND DUTIES
34	Revised Law
35	Sec. 9079.0101. GENERAL POWERS AND DUTIES. The district
36	has the rights, powers, privileges, and duties provided by general

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law applicable to a water control and improvement district created

- 1 under Section 59, Article XVI, Texas Constitution, including
- 2 Chapters 49 and 51, Water Code. (Acts 57th Leg., R.S., Ch. 78, Sec.
- 3 10 (part).)

4 Source Law

Sec. 10. The district shall have and exercise, and is hereby vested with all of the rights, powers, privileges, and duties conferred and imposed by the General Laws of this state now in force or hereafter enacted applicable to water control and improvement districts created under the authority of Section 59, Article 16, of the Constitution of Texas; but . . .

Revisor's Note

- (1) Section 10, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, states that the district "shall have and exercise, and is hereby vested with" certain rights, powers, privileges, and duties. The revised law substitutes "has" for the quoted language because, in context, the terms are synonymous and "has" is more commonly used.
- (2) Section 10, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, states that the district has the rights, powers, privileges, and duties "conferred and imposed" by general law. The revised law substitutes "provided" for the quoted language because regardless of whether a right, power, privilege, or duty is "conferred" or "imposed" by general law, it is not necessary to characterize in the revised law the nature of the granting of that authority. In context, "provided" is synonymous with "conferred and imposed" and "provided" is more commonly used.
- (3) Section 10, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, refers to the general laws of this state "now in force or hereafter enacted." The revised law omits the quoted language as unnecessary under accepted general principles of statutory construction. The reference to the general

laws means those laws "in force" at the time the provision was adopted. It is unnecessary to state that the district may be granted additional powers by later enacted laws because those laws would apply on their own terms.

- (4) Section 10, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, refers to the general laws "applicable to water control and improvement districts." For the reader's convenience, the revised law adds references to Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and to Chapter 51, Water Code, applicable to water control and improvement districts.
- (5) Section 10, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, provides that the act prevails over general law in case of a conflict or inconsistency and that all general applicable to water control and improvement districts not in conflict or inconsistent with the provisions of the act are incorporated by reference. The revised law omits the portion of the provision relating to the act prevailing over general law because it duplicates in substance Section 311.026(b), Government Code (Code Construction Act). The revised law omits the portion of the provision relating to incorporation of general laws because the portion of Section 10, Chapter 78, revised as this section already provides that those laws apply to the district, and it is unnecessary to further incorporate those laws in this chapter. The omitted law reads:

Sec. 10. [The district shall have ... all of the rights, powers, privileges, and duties conferred and imposed by the General Laws of this state ... applicable to water control and

1 improvement districts but] to the 2 extent that the provisions of any 3 may be in General Laws conflict inconsistent with the provisions of this 5 the provisions of this Act shall prevail. All such General Laws are hereby 6 7 incorporated by reference with the same 8 effect as if incorporated in full in this 9 Revised Law

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Sec. 9079.0102. COST OF RELOCATING OR ALTERING PROPERTY. 11 If the district's exercise of a power granted under this chapter 12 13 makes necessary relocating, raising, rerouting, changing the grade 14 of, or altering the construction of a highway, railroad, electric 15 transmission line, telephone or telegraph property or facility, or

16 pipeline, the necessary action shall be accomplished at the sole

expense of the district. (Acts 57th Leg., R.S., Ch. 78, Sec. 9a.) 17

18 Source Law

In the event that the district, in the Sec. 9a. exercise of any powers granted herein, makes necessary the relocation, raising, rerouting, or changing the grade of, or altering the construction of any highway, railroad, electric transmission line, telephone or telegraph properties and facilities, or pipeline, all relocation, such necessary raising, rerouting, changing of grade or alteration of construction shall be accomplished at the sole expense of the district.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

29 Revised Law

30 Sec. 9079.0151. TAX METHOD. (a) The district shall use the

ad valorem plan of taxation, and taxes levied by the district must 31

32 be on the ad valorem basis.

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A hearing on a plan of taxation is not required. 33

34 57th Leg., R.S., Ch. 78, Sec. 8.)

35 Source Law

36 Sec. 8. The ad valorem plan of taxation is hereby adopted for district 37 the and all hereafter levied by the district shall be on an ad 38 39 valorem basis and no hearing shall be required on a 40 plan of taxation.

41 Revisor's Note

42 (1)Section 8, Chapter 78, Acts of the 57th 43 Legislature, Regular Session, 1961, provides that the ad valorem plan of taxation "is hereby adopted" for the 44

- district. The revised law omits the portion of the provision relating to the adoption of the ad valorem plan of taxation as executed.
- 4 Section 8, Chapter 78, Acts of the 57th (2) Legislature, Regular Session, 1961, refers to "all 5 taxes hereafter levied." The revised law omits 6 "hereafter" because Section 311.022, Government Code 7 8 (Code Construction Act), provides that a statute 9 operates prospectively unless expressly made retrospective. 10
- 11 SUBCHAPTER E. BONDS
- 12 Revised Law
- Sec. 9079.0201. AUTHORITY TO ISSUE BONDS. (a) The district may issue bonds if authorized by a majority of district voters voting at an election held for that purpose.
- 16 (b) The district may issue bonds for any purpose permitted 17 to a water control and improvement district. (Acts 57th Leg., R.S., 18 Ch. 78, Sec. 6 (part).)

19 Source Law

Sec. 6. The district is authorized to issue bonds of the district for any and all purposes permitted to water control and improvement districts when such bonds shall have first been authorized by a majority of the resident qualified property tax-paying voters of the district who own taxable property in the district and who have duly rendered the same for taxation, voting at an election held within the district for that purpose. . . .

Revisor's Note

Section 6, Chapter 78, Acts of 57th the Legislature, Regular Session, 1961, refers to majority vote of the "resident qualified property tax-paying voters of the district who own taxable property in the district and who have duly rendered the same for taxation." The revised law omits the reference to "resident qualified . . . voters" as unnecessary in this context because Chapter Election Code, governs eligibility to vote in an

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election in this state and allows only qualified voters who are residents of the territory covered by the election to vote in an election. The revised law also omits the reference to voting by persons who own taxable property and render that property for taxation because in Hill v. Stone, 421 U.S. 289 (1975), the United States Supreme Court determined that property ownership as a qualification for voting is an unconstitutional denial of equal protection.

10 Revised Law

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Sec. 9079.0202. NOTICE OF BOND ELECTION. Notice of a bond election must be posted at three public places in the district for at least 14 days before the date of the election. (Acts 57th Leg., R.S., Ch. 78, Sec. 6 (part).)

15 Source Law

Sec. 6. . . . Notice of any such bond election shall be given by posting proper notice thereof at three public places within the district for at least fourteen (14) days prior to said election.

Revisor's Note (End of Chapter)

(1)Section 1, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, validates certain commissioners court actions relating to the Fort Hancock Municipal Water District of Hudspeth County, the predecessor to the Fort Hancock Water Control and Improvement District of Hudspeth County, Texas. revised law omits the validation because it served its purpose on the date it took effect and is executed law. 311.031(a)(2), Government Code Construction Act), provides that the repeal of statute does not affect any validation previously made Therefore, the omission of the under the statute. executed validation provision does not affect the validation. The omitted law reads:

Sec. 1. All acts and proceedings of

the Commissioners Court of Hudspeth County, Texas, in creating the Fort Hancock Municipal Water District of Hudspeth County, Texas, including that certain order of said Commissioners Court passed on the 17th day of July, 1952, establishing said district, be, and the same are hereby in all respects validated, ratified and confirmed.

(2) Section 2, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, validates certain actions relating to the Fort Hancock Municipal Water District of Hudspeth County, the predecessor to the Fort Hancock Water Control and Improvement District of Hudspeth County, Texas. The revised law omits the validation for the reason stated in Revisor's Note (1). The omitted law reads:

Sec. 2. The district, all proceedings, including all hearings and elections and notices thereof, heretofore had in connection with the establishment of said district, the election of directors therefor, the issuance of notes of said district, the Board of Directors of the district and all actions of the Board of Directors heretofore taken, be, and the same are hereby in all respects validated, ratified and confirmed.

(3) Section 4, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, provides for the board of directors of the Fort Hancock Municipal Water District of Hudspeth County to be appointed the initial directors of the Fort Hancock Water Control and Improvement District of Hudspeth County, Texas, and to serve until their successors have been elected and have qualified. The revised law omits these provisions as executed. The omitted law reads:

Sec. 4. The directors now constituting the Board of Directors of the Fort Hancock Municipal Water District of Hudspeth County, Texas, be, and they are hereby appointed as directors for the Fort Hancock Water Control and Improvement District of Hudspeth County, Texas, and they shall serve until the next regular directors election on the second Tuesday in January, 1962, and until their successors have duly qualified by making bond and taking the oath of office. . . .

Section 7, Chapter 78, Acts of the 57th (4)Legislature, Regular Session, 1961, provides that a confirmation election and a hearing on the exclusion of land are unnecessary. The revised law omits the The provision addresses the provision as executed. applicability of provisions of the general laws in effect at the time of the district's creation that governed the creation of water control and improvement districts. A district created under the general laws in effect at that time would have been required at the time of its creation to hold both a confirmation election and a hearing on the exclusion of land from the district. The omitted provision negates those general law requirements as inapplicable to this The power or duty to hold a hearing to district. land subsequent to the creation of exclude the district is governed by Subchapter J, Chapter 49, Water Code, which applies to the district under Sections 49.001 and 49.002 of that code, Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The omitted law reads:

Sec. 7. No election shall be necessary for the purpose of confirming the organization of the district and no hearing shall be necessary to determine whether any lands or property included within the boundaries of the district shall be excluded.

(5) Section 11, Chapter 78, Acts of the 57th Legislature, Regular Session, 1961, provides that the act is severable. The revised law omits that provision because the same result is produced by application of Section 311.032, Government Code (Code Construction Act), which provides that a provision of a statute is severable from each other provision of the statute that can be given effect. The omitted law reads:

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1 2 3 4 5 6 7 8 9	Sec. 11. If any word, phrase, clause, paragraph, sentence, part, portion or provision of this Act, or the application thereof to any person or circumstance, shall be held to be invalid or unconstitutional, such holding shall not affect the validity of the remaining portions of this Act; and the Legislature hereby declares it would have passed such remaining portions despite such invalidity.
11	CHAPTER 9080. HALL AND DONLEY COUNTIES WATER CONTROL AND
12	IMPROVEMENT DISTRICT NO. 1 OF HALL AND DONLEY COUNTIES
13	SUBCHAPTER A. GENERAL PROVISIONS
14	Sec. 9080.0001. DEFINITION
15	Sec. 9080.0002. NATURE OF DISTRICT
16	Sec. 9080.0003. FINDINGS OF PUBLIC PURPOSE AND BENEFIT393
17	Sec. 9080.0004. DISTRICT TERRITORY
18	Sec. 9080.0005. LIBERAL CONSTRUCTION OF CHAPTER398
19	SUBCHAPTER B. BOARD OF DIRECTORS
20	Sec. 9080.0051. COMPOSITION OF BOARD
21	SUBCHAPTER C. POWERS AND DUTIES
22	Sec. 9080.0101. GENERAL POWERS
23	Sec. 9080.0102. WATER CONTROL AND IMPROVEMENT DISTRICT
24	POWERS
25	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
26	Sec. 9080.0151. TAX METHOD
27	CHAPTER 9080. HALL AND DONLEY COUNTIES WATER CONTROL AND
28	IMPROVEMENT DISTRICT NO. 1 OF HALL AND DONLEY COUNTIES
29	SUBCHAPTER A. GENERAL PROVISIONS
30	Revised Law
31	Sec. 9080.0001. DEFINITION. In this chapter, "district"
32	means the Hall and Donley Counties Water Control and Improvement
33	District No. 1 of Hall and Donley Counties. (Acts 56th Leg., R.S.,
34	Ch. 424, Sec. 1 (part); Acts 59th Leg., R.S., Ch. 189, Sec. 1
35	(part); New.)
36	Source Law
37 38 39 40	[Acts 56th Leg., R.S., Ch. 424] Sec. 1 Hall and Donley Counties Water Control and Improvement District Number One of Hall and Donley Counties, Texas,

1 [Acts 59th Leg., R.S., Ch. 189]

Sec. 1. . . . Hall and Donley Counties Water 2 Control and Improvement District Number One of Hall 3

4 and Donley Counties, Texas,

Revisor's Note

The definition of "district" is added to the 6

7 revised law for drafting convenience and to eliminate

frequent, unnecessary repetition of the substance of

the definition. 9

10 Revised Law

NATURE OF DISTRICT. 11 Sec. 9080.0002. The district is a

- conservation and reclamation district established under Section 12
- 59, Article XVI, Texas Constitution. (Acts 56th Leg., R.S., 13
- Ch. 424, Sec. 1 (part); Acts 59th Leg., R.S., Ch. 189, Sec. 1 14
- 15 (part).)

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16 Source Law

17 [Acts 56th Leg., R.S., Ch. 424]

18 Sec. 1. . . Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59, of the Texas 19 20 21

Constitution and . .

22 [Acts 59th Leg., R.S., Ch. 189]

Sec. 1. . . Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59, of the Texas Constitution and . .

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27 Revised Law

- Sec. 9080.0003. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. 28
- The district is essential to the accomplishment of the 29
- preservation and conservation of the natural resources of this 30
- 31 state.

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- 32 All land and other property in the district will benefit
- from the district and the district's improvements and from the 33
- preservation and conservation of the natural resources of this 34
- 35 state.
- This chapter addresses a subject in which the state is 36
- 37 interested. (Acts 56th Leg., R.S., Ch. 424, Sec. 7 (part); Acts
- 38 59th Leg., R.S., Ch. 189, Secs. 2 (part), 7 (part).)

Source Law

[Acts 56th Leg., R.S., Ch. 424] Sec. 7. The Legislature hereby declares that said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution; that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the State; that said District is essential to the accomplishment of these purposes; that this Act operates upon a subject in which the State at large is interested; and that all other land and property located within the limits of the District is and will be benefited by the purposes for which the District is created. . .

[Acts 59th Leg., R.S., Ch. 189] Sec. 2. [The boundaries of said District heretofore and herein established as follows:]

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. It is hereby found and determined that all lands and other property included within the aforesaid boundaries are and will be benefited by the District and its improvements and . .

Sec. 7. The Legislature hereby declares that Sec. 7. The Legislature hereby declares that said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution; that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the State; that said District is essential to the accomplishment these purposes; that this Act operates upon a subject in which the State at large is interested; that all other land and property located within the limits of the District is and will be benefited by purposes for which the District is created...

Revisor's Note

- (1)Section 7, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 7, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, contain a legislative declaration of a constitutional "duty" to enact Chapters 424 and 189 as law. The revised law omits the declaration by the legislature as executed and because it has no substantive effect.
- (2)Section 7, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 7, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, refer to "all other land and property" in the district. Section 2, Chapter 189, Acts of the

59th Legislature, Regular Session, 1965, refers to 1 2 "all lands and other property" in the district. revised law omits "all other land and property" 3 4 because "all lands and other property" is the more Section 7, Chapter 424, and commonly used phrase. 5 Section 7, Chapter 189, do not contain a prior 6 7 reference to any type of land before referring to "other land" and, therefore, the phrase "all other 8 land and property" is likely a typographical error. 9

10 Revised Law

- Sec. 9080.0004. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 2, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, as that territory may have been modified under:
- 15 (1) Subchapter J, Chapter 49, Water Code;
 - (2) Subchapter O, Chapter 51, Water Code; or
- 17 (3) other law.

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18 (b) The district includes all land and property in the 19 district's territory. (Acts 59th Leg., R.S., Ch. 189, Sec. 2 20 (part); New.)

21 Source Law

- Sec. 2. [The boundaries of said District heretofore and herein established as follows:]
- 24 . . .
- 25 . . . said District shall embrace all land and 26 property contained within the area delineated by said 27 boundaries. . .

28 Revisor's Note

Section 2, Chapter 189, Acts of the 59th 29 (1)30 Regular Session, 1965, Legislature, includes statutory language describing the boundaries of the 31 district as those boundaries existed at the time 32 33 Chapter 189 was enacted. The revision of the law governing the district does not revise the statutory 34 35 language describing the territory of the district to avoid the lengthy recitation of the description and 36

because that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes references to the statutory description of the district's territory in Chapter 189 and to statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and under Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The revised law also includes a reference to the general authority of the legislature to enact other laws to change district's territory.

Section 2, Chapter 424, Acts of the 56th (2)Regular Session, 1959, Legislature, includes statutory language describing the boundaries of the district as those boundaries existed at the time Chapter 424 was enacted. Under Section 311.025, Government Code (Code Construction Act), if statutes enacted at the same or different sessions of the legislature are irreconcilable, the statute latest in date of enactment prevails. Because the boundaries in different Chapter 189 are from. and therefore irreconcilable with, the boundaries in Chapter 424, and Chapter 189 was enacted after Chapter 424, the revised law omits any reference to the outdated boundaries in Chapter 424. The omitted law reads:

Sec. 2. The boundaries of said District heretofore and herein established as follows:

BEGINNING at the Southwest corner of Section No. 18, Block 2, T. & P. Ry. Co. Survey in Hall County, Texas, a point on the North bank of the Prairie Dog Town Fork of Red River;

THENCE North with section lines to the Northeast corner of Section 87, Block 2, T. & P. Ry. Co. Survey;

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THENCE West with the North line of said Section No. 87, to its Northwest corner;

THENCE North with the West line Section 98, Blk. 2, T. & P. Ry. Co. to its Northwest corner;

THENCE West with the South line of Section 120, Block 2, T. & P. Ry. Co. Survey to its Southwest corner;

THENCE North along the West lines of Section 120, T. & P. Ry. Co., Block 2, and Section 12, Block 2, J. Poitevent to the South line of Block B, John G. Adair Survey, crossing Block 1, C. L. Benson, and Section 5, Block X, W. H. Martin, and intersecting the South line of Section 6, Block B, John G. Adair, East of its Southwest corner and East of the Northwest corner of Section 5, Block X;

THENCE West to the Southwest corner of Section 6, Block B, John G. Adair;

THENCE North with its West line to the Southwest corner of Section 11, Block B, John G. Adair;

THENCE North to the Northwest corner of said section 11;

THENCE West to a point in the East line of Section 8, W. H. Martin;

THENCE North to the Northeast corner of said Section 8, W. H. Martin;

THENCE North along section lines to the Northwest corner of Section 33, Block G-7, Adair and Goodnight Survey in Donley County, Texas;

THENCE East to the Southwest corner of Section 29, Block G-7, Adair and Goodnight;

THENCE North with section lines to the Northwest corner of Section 28, Blk G-7, Adair & Goodnight Survey;

THENCE East along section lines to the Southwest corner of Section 26, Block G-7, Adair & Goodnight Survey and the said point also being the most northerly Southeast corner of Section No. 27, Block G-7, Adair and Goodnight;

THENCE North to the Northwest corner of said Section 26;

THENCE East to the Northeast corner of said Section 26;

THENCE North to the Northwest corner of Section 167, Block E. D. & P. Ry. Co.;

THENCE East to the NE corner of Section

132, Block C6, G. C. & S. F. RR Co.;
THENCE South to the NE corner of Section No. 134, Block C6, G. C. & S. F. RR Co.;

THENCE East to the Southwest corner of Section 71, Block 20, H. & G. N. Ry. Co.;

THENCE East to the Southwest corner of Section 73, Block No. 20, H. & G. N. Ry. Co.;

THENCE South to the Northwest corner of Section 28, Block 20, H. & G. N. Ry. Co. Survey;

THENCE East along the North line of Section 28, Block 20, H. & G. N. Ry. Co. to its Northeast corner;

THENCE South along section lines to the Southeast corner of Section 18 of Block

18, H. & G. N. RR Co.; 1 2 THENCE West to the Northeast corner of 3 Block 1, Section 115, S. P. R. R. Co.; THENCE South to the Southeast corner 5 of same; 6 THENCE East to the Northeast corner of 7 Section 107, Block 1, S. P. R. R. Co.; THENCE South to the Southeast corner 8 of Section 53, Block 1, S. P. R. R. Co. Survey, a point on the North bank of the Prairie Dog Town Fork of Red River in Hall 9 10 11 County, Texas; 12 THENCE Westerly with said North bank following the meanders of said river and section lines to the BEGINNING; . . . said 13 14 15 . . . said land and shall embrace all 16 District 17 contained within the property 18 delineated by said boundaries. It is hereby found and determined that all lands and other property included within the 19 20 aforesaid boundaries are and 21 will be 22 benefited bу the District its 23 improvements and . . . 24 Revised Law Sec. 9080.0005. 25 LIBERAL CONSTRUCTION OF CHAPTER. This chapter shall be liberally construed to effect the purpose and 2.6 objectives stated in this chapter. (Acts 56th Leg., R.S., Ch. 424, 27 Sec. 7 (part); Acts 59th Leg., R.S., Ch. 189, Sec. 7 (part).) 28 29 Source Law 30 [Acts 56th Leg., R.S., Ch. 424] Sec. 7. . . All terms and provisions of this Act are to be liberally construed to effectuate the 31 32 33 purpose and objectives herein set forth. 34 [Acts 59th Leg., R.S., Ch. 189] Sec. 7. . . All terms and provisions of this Act are to be liberally construed to effectuate the 35 36 37 purpose and objectives herein set forth. SUBCHAPTER B. BOARD OF DIRECTORS 38 39 Revised Law 40 Sec. 9080.0051. COMPOSITION OF BOARD. The district's board of directors is composed of five elected directors. (New.) 41 42 Revisor's Note Section 4, Chapter 424, Acts of the 56th 43 (1)Legislature, Regular Session, 1959, and Section 4, 44 Chapter 189, Acts of the 59th Legislature, Regular 45 46 Session, 1965, each validate the appointment or 47 election of five named directors of the district, 48 provide that those directors continue to serve until

their successors are elected, and establish the dates that the terms of the named directors expire. The revised law omits those provisions as executed. For the reader's convenience, the revised law substitutes a provision that states the board is composed of five elected directors, which conforms with the number of named directors in Section 4, Chapter 424, and Section 4, Chapter 189, and the requirement that successors be elected. The omitted law reads:

[Acts 56th Leg., R.S., Ch. 424]
Sec. 4. The appointment and/or election of Directors of said District, to wit: Oren Jones, Luther Neighbors, C. L. Benson, David Hudgins, and Del E. Wells, is hereby ratified, confirmed, approved and validated and such directors shall continue to serve until their successors have been duly elected and duly qualified as provided by General Law pertaining to Water Control and Improvement Districts. The term of the first two named directors shall expire January, 1960, and the term of the last three named directors shall expire January, 1961. . . .

[Acts 59th Leg., R.S., Ch. 189]

Sec. 4. The appointment and/or election of directors of said District, to wit: Paul Montgomery, O. E. Gardenhire, Joyce Webster, J. B. Byars and C. V. Murff is hereby ratified, confirmed, approved and validated, and such directors shall continue to serve until their successors have been duly elected and duly qualified as provided by general law pertaining to Water Control and Improvement Districts. The term of the first three named directors shall expire January, 1966, and the term of the last two named directors shall expire January, 1967. . . .

(2) Section 4, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 4, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, provide that successor directors serve terms of two years. The revised law omits that provision because it was superseded by Section 49.103(a), Water Code, enacted in 1995, which applies to the district under Sections 49.103(e), 49.001(a), and 49.002, Water Code, and provides that directors

1 serve staggered four-year terms. The omitted law 2 reads: 3 [Acts 56th Leg., R.S., Ch. 424] Sec. 4. . . . Successors in office 4 shall serve for terms of two years. 5 6 [Acts 59th Leg., R.S., Ch. 189] 7 Sec. 4. . . . Successors in office 8 shall serve for terms of two years. 9 SUBCHAPTER C. POWERS AND DUTIES 10 Revised Law Sec. 9080.0101. GENERAL POWERS. The district may exercise 11 the powers essential to the accomplishment of the purposes of 12 13 Section 59, Article XVI, Texas Constitution, and may exercise the rights, powers, privileges, and functions implied by that section. 14 15 (Acts 56th Leg., R.S., Ch. 424, Sec. 1 (part); Acts 59th Leg., R.S., Ch. 189, Sec. 1 (part).) 16 17 Source Law [Acts 56th Leg., R.S., Ch. 424] Sec. 1. . . [Said District shall continue to 18 19 exist as a conservation and reclamation district pursuant to Article XVI, Section 59, of the Texas Constitution and] shall be recognized to exercise all 20 21 22 23 of the powers and be a governmental agency and body 24 politic and corporate essential to the accomplishment 25 of the purposes of said constitutional provisions and 26 created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the 27 28 aforesaid constitutional provision, . [Acts 59th Leg., R.S., Ch. 189] Sec. 1. . . [Said District shall continue to 29 30 31 exist as a conservation and reclamation district pursuant to Article XVI, Section 59, of the Texas 32 Constitution and] shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment 33 34 35 36 of the purposes of said Constitutional provisions and 37 created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the 38 39 aforesaid Constitutional provision, . . 40

Revisor's Note

(1)Section 1, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 1, Chapter 189, Acts of the 59th Legislature, Regular 1965, provide that Session, the district is "governmental agency and body politic and corporate." revised law omits that provision because it The

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- duplicates a portion of Section 59(b), Article XVI,

 Texas Constitution, which provides that a conservation
 and reclamation district is a governmental agency and
 a body politic and corporate.
 - (2) Section 1, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 1, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, refer to rights, powers, privileges, and functions that are "contemplated or implied" by Section 59, Article XVI, Texas Constitution. The revised law omits "contemplated" because the meaning of the term is included in the meaning of "implied."
 - Section 1, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 1, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, state that the district "shall be recognized to exercise" certain powers and "[shall be] created exercise" certain to rights, powers, privileges, and functions. The revised law substitutes "may exercise" for the quoted language because "may exercise" is more concise and is the substantive equivalent of the quoted language. revised law also omits the reference to the district as "created" for specific purposes as executed.

25 Revised Law

Sec. 9080.0102. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS. The district has the rights, powers, privileges, and functions provided by general law applicable to a water control and improvement district, including Chapters 49 and 51, Water Code. (Acts 56th Leg., R.S., Ch. 424, Sec. 1 (part); Acts 59th Leg., R.S., Ch. 189, Sec. 1 (part).)

32 Source Law

33 [Acts 56th Leg., R.S., Ch. 424]

Sec. 1. . . [Said District shall continue to exist as a conservation and reclamation district

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pursuant to Article XVI, Section 59, of the Texas Constitution and shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid constitutional provision,] also those now or hereafter conferred by the General Laws of the State relating to Water Control and Improvement Districts wherein not in conflict with this Act.

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[Acts 59th Leg., R.S., Ch. 189]
Sec. 1. . . . [Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59, of the Texas Constitution and shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said Constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid Constitutional provision,] also those now or hereafter conferred by the General Laws of the State relating to Water Control and Improvement Districts wherein not in conflict with this Act.

Revisor's Note

- Section 1, Chapter 424, Acts of the 56th (1)Legislature, Regular Session, 1959, and Section 1, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, state that the district has the rights, powers, privileges, and functions "now or hereafter conferred" by the general laws of this state. revised law omits the quoted phrase as unnecessary accepted general principles of construction. The "General Laws of the State" means those laws in effect at the time the provision was is not necessary to state that the enacted. Ιt district may be granted additional powers by later enacted laws because those laws will apply on their own terms.
- Section 1, Chapter 424, Acts of the 56th (2) Legislature, Regular Session, 1959, and Section 1, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, refer to the general laws applicable to water control and improvement districts. reader's convenience, the revised law adds references

to Chapter 49, Water Code, applicable to the district 1 under Sections 49.001 and 49.002 of that chapter, and 3 Chapter 51, Water Code, applicable to water control 4 and improvement districts.

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Section 1, Chapter 424, Acts of the 56th 5 Legislature, Regular Session, 1959, and Section 1, 6 7 Chapter 189, Acts of the 59th Legislature, Regular 8 Session, 1965, provide that the district has the rights, powers, privileges, and functions provided by 9 general law to water control and improvement districts 10 "wherein not in conflict with this Act." The revised 11 12 law omits the quoted language because that language 13 duplicates, in substance, Section 311.026(b), Construction 14 Government Code (Code Act), 15 provides that if there is a conflict between a general provision of law and a special or local provision, the 16 17 special or local provision prevails unless the general provision is the later enactment and the manifest 18 19 intent is that the general provision prevail.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 20

21 Revised Law

- Sec. 9080.0151. TAX METHOD. (a) The district shall use the 22 ad valorem plan of taxation. 23
- 24 The district is not required to have a hearing on the (b) plan of taxation. (Acts 56th Leg., R.S., Ch. 424, Sec. 5; Acts 59th 25 Leg., R.S., Ch. 189, Sec. 5.) 26

27 Source Law

- [Acts 56th Leg., R.S., Ch. 424] 28
- Sec. 5. All taxes levied by the District shall on the ad valorem basis and it shall not be 29 30 necessary for the District to have any hearings on the 31 plan of taxation. 32
- 33 [Acts 59th Leg., R.S., Ch. 189]
- Sec. 5. All taxes levied by the District shall on the ad valorem basis and it shall not be 34 35 36 necessary for the District to have any hearings on the 37 plan of taxation.

Revisor's Note (End of Chapter)

(End of Chapter) 2 (1)Sections 1, 2, and 3, Chapter 424, Acts of 3 4 56th Legislature, Regular Session, 1959, and the 5 Sections 1, 2, and 3, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, validate 6 all 7 proceedings and actions taken in the creation, organization, and operation of the district, including 8 9 conducting elections, establishing the district's 10 territory, and imposing taxes. The revised law omits those validation provisions because they served their 11 purpose on the day they took effect and are executed 12 Section 311.031(a)(2), Government Code (Code 13 law. 14 Construction Act), provides that the repeal of statute does not affect any validation previously made 15 Therefore, the omission of the 16 under that statute. 17 executed validation provisions does not affect those 18 validations. The omitted law reads: 19 [Acts 56th Leg., R.S., Ch. 424] 20 Sec. 1. All proceedings and actions 21 heretofore had and taken in the creation, organization and operation of Donley Counties Water Cont 22 [Hall and 23 Control and 24 Improvement District Number One of Hall and

Sec. 1. All proceedings and actions heretofore had and taken in the creation, organization and operation of [Hall and Donley Counties Water Control and Improvement District Number One of Hall and Donley Counties, Texas,] created or sought to be created under the provisions of Article XVI, Section 59, of the Texas Constitution and the General Laws of the State enacted pursuant thereto, are hereby in all things and in all respects ratified, confirmed, approved and validated as of the respective dates of such proceedings and actions notwithstanding that any of such proceedings and actions may not have been had or accomplished in all respects in strict accordance with the appropriate statutory provisions relating thereto.

Sec. 2. [The boundaries of said District heretofore and herein established as follows:]

. . . are hereby in all things and in all respects ratified, confirmed, approved and validated and

Sec. 3. Without in anywise limiting the generality of the foregoing the following matters are hereby in all things and in all respects ratified, confirmed, approved and validated:

(a) All actions, orders, or other proceedings of the State Board of Water

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Engineers in creating the District and all actions, orders, or other proceedings in the calling, conducting, and declaring the results of the election for the confirmation of such District and the election of Directors therefor.

(b) All actions of the Board of Directors of the District in authorizing the levying, assessment and collection of taxes for the said District and in adopting its tax rolls.

[Acts 59th Leg., R.S., Ch. 189]

Sec. 1. All proceedings and actions heretofore had and taken in the creation, organization and operation of [Hall and Counties Water Control Improvement District Number One of Hall and Donley Counties, Texas, created or sought to be created under the provisions of Article XVI, Section 59, of the Texas Constitution and the General Laws of the State enacted pursuant thereto, are hereby in all things and in all respects ratified, confirmed, approved and validated as of the respective dates of such proceedings and actions notwithstanding that any of such proceedings and actions may not have been had or accomplished in all respects in strict accordance with the appropriate statutory provisions relating thereto.

Sec. 2. [The boundaries of said District heretofore and herein established as follows:]

. . .

. . . are hereby in all things and in all respects ratified, confirmed, approved and validated and . . .

and validated and

Sec. 3. Without in anywise limiting the generality of the foregoing the following matters are hereby in all things and in all respects ratified, confirmed, approved and validated:

- (a) All actions, orders, or other proceedings of the State Board of Water Engineers in creating the District and all actions, orders, or other proceedings in the calling, conducting, and declaring the results of the election for the confirmation of such District and the election of Directors therefor.
- (b) All actions of the Board of Directors of the District in authorizing the levying, assessment and collection of taxes for the said District and in adopting its tax rolls.
- (2) Section 2, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 2, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, provide that the district is not required to hold hearings to exclude territory and

that "no exclusions shall be made." The revised law omits those exclusion provisions as executed. In the context of the general laws applicable to water control and improvement districts in effect in 1959 and 1965, the provisions are exceptions to a law that would only have applied to the district at the time of its creation. The general laws applicable to water control and improvement districts in effect in 1959 and 1965 required a water control and improvement district to hold hearings at the time of the district's creation on the exclusion of certain land from the district.

In context, the statements in Section 2, Chapter 424, and Section 2, Chapter 189, that exclusion hearings are not required appear to address those general law provisions. Even though the district had already been created when Chapters 424 and 189 were enacted, those chapters essentially re-created the district by validating the creation of the district by the State Board of Water Engineers (as described in Section 3, Chapter 424, and Section 3, Chapter 189) and stating that the district would continue to exist as a conservation and reclamation district.

The power or duty to hold a hearing to exclude land subsequent to the creation of the district is governed by Subchapter J, Chapter 49, Water Code, which applies to the district under Sections 49.001 and 49.002 of that code, and Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The omitted law reads:

[Acts 56th Leg., R.S., Ch. 424]
Sec. 2. . . [It is hereby found and determined that all lands and other property included within the aforesaid boundaries are and will be benefited by the District and its improvements and] it shall not be necessary for the District to hold

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any exclusion hearings and no exclusions shall be made.

[Acts 59th Leg., R.S., Ch. 189]
Sec. 2. . . [It is hereby found and determined that all lands and other property included within the aforesaid boundaries are and will be benefited by the District and its improvements and] it shall not be necessary for the District to hold any exclusion hearings and no exclusions shall be made.

Section 6, Chapter 424, Acts of the 56th Legislature, Regular Session, 1959, and Section 6, Chapter 189, Acts of the 59th Legislature, Regular Session, 1965, list the entities for which district bonds are legal investments and provide that district bonds may secure deposits of public funds of the state or political subdivisions. The revised law omits the provisions relating to the eligibility of district bonds to be considered as investments for various entities because they duplicate, in substance, Section 49.186(a), Water Code, applicable to the district under Sections 49.001 and 49.002 of that code. both sections list "guardians" and Section 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a guardian is a fiduciary. The revised law omits the provisions relating to the use of district bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible by collateral for deposits of state funds comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provisions are impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of

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1 other public agencies, including political 2 subdivisions, and permits those deposits to be secured 3 by obligations issued by conservation and reclamation 4 districts. The omitted law reads: 5

[Acts 56th Leg., R.S., Ch. 424]

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Sec. 6. All bonds of the District shall be and are hereby declared to be legal and authorized investments for banks, savings banks, trust companies, building and loan associations, insurance companies, fiduciaries, trustees, guardians, and for the sinking funds of cities, towns, villages, counties, school districts or other political corporations subdivisions of the State of Texas. Such bonds shall be eligible to secure the deposit of any and all public funds of the State of Texas and any and all public funds of cities, towns, villages, counties, school districts or other political political corporations or subdivisions of the State of Texas; and such bonds shall be lawful and sufficient security for said deposits to the extent of their par value.

[Acts 59th Leg., R.S., Ch. 189]

Sec. 6. All bonds of the District shall be and are hereby declared to be legal and authorized investments for banks, savings banks, trust companies, building and loan associations, insurance companies, fiduciaries, trustees, guardians, and for the sinking funds of cities, towns, villages, counties, school districts or other political corporations οr subdivisions of the State of Texas. Such bonds shall be eligible to secure the deposit of any and all public funds of the State of Texas and any and all public funds of cities, towns, villages, counties, districts or other political school corporations or subdivisions of the State of Texas; and such bonds shall be lawful and sufficient security for said deposits to the extent of their par value.

CHAPTER 9083. HUDSPETH COUNTY WATER CONTROL AND IMPROVEMENT

46 DISTRICT NO. 1

47 SUBCHAPTER A. GENERAL PROVISIONS

48	Sec.	9083.0001.	DEFINITION
49	Sec.	9083.0002.	NATURE OF DISTRICT
50	Sec.	9083.0003.	FINDINGS OF PUBLIC PURPOSE AND BENEFIT410
51	Sec.	9083.0004.	DISTRICT TERRITORY
52	Sec.	9083.0005.	LIBERAL CONSTRUCTION OF CHAPTER 411

1	SUBCHAPTER B. BOARD OF DIRECTORS			
2	Sec. 9083.0051. COMPOSITION OF BOARD			
3	SUBCHAPTER C. POWERS AND DUTIES			
4	Sec. 9083.0101. GENERAL POWERS			
5	Sec. 9083.0102. WATER CONTROL AND IMPROVEMENT DISTRICT			
6	POWERS			
7	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS			
8	Sec. 9083.0151. TAX METHOD			
9	CHAPTER 9083. HUDSPETH COUNTY WATER CONTROL AND IMPROVEMENT			
10	DISTRICT NO. 1			
11	SUBCHAPTER A. GENERAL PROVISIONS			
12	Revised Law			
13	Sec. 9083.0001. DEFINITION. In this chapter, "district"			
14	means the Hudspeth County Water Control and Improvement District			
15	No. 1. (Acts 56th Leg., R.S., Ch. 299, Sec. 1 (part); New.)			
16	Source Law			
17 18 19	Sec. 1 Hudspeth County Water Control and Improvement District Number One of Hudspeth County, Texas,			
20	Revisor's Note			
21	The definition of "district" is added to the			
22	revised law for drafting convenience and to eliminate			
23	frequent, unnecessary repetition of the substance of			
24	the definition.			
25	Revised Law			
26	Sec. 9083.0002. NATURE OF DISTRICT. The district is a			
27	conservation and reclamation district established under Section			
28	59, Article XVI, Texas Constitution. (Acts 56th Leg., R.S., Ch.			
29	299, Secs. 1 (part), 7 (part).)			
30	Source Law			
31 32 33 34	Sec. 1 Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and			
35 36 37	Sec. 7 said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution;			

1 Revised Law

- 2 Sec. 9083.0003. FINDINGS OF PUBLIC PURPOSE AND BENEFIT.
- 3 (a) The district is essential to the accomplishment of the
- 4 preservation and conservation of the natural resources of the
- 5 state.
- 6 (b) All land and other property included in the district
- 7 will benefit from the district, the district's improvements, and
- 8 the purposes for which the district is created.
- 9 (c) This chapter addresses a subject in which the state is
- 10 interested. (Acts 56th Leg., R.S., Ch. 299, Secs. 2 (part), 7
- 11 (part).)

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12 <u>Source Law</u>

- 13 Sec. 2. [The boundaries of said District heretofore and herein established as follows:] . . 14 15 It is hereby found and determined that all lands and 16 included within the property aforesaid boundaries are and will be benefited by the District 17 18 and its improvements.
 - Sec. 7. [The Legislature hereby declares that said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution; that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the state;] that said District is essential to the accomplishment of these purposes; that this Act operates upon a subject in which the state at large is interested; that all other land and property located within the limits of the District is and will be benefited by the purposes for which the District is created. . . .

32 Revised Law

- 33 Sec. 9083.0004. DISTRICT TERRITORY. (a) The district is
- 34 composed of the territory described by Section 2, Chapter 299, Acts
- 35 of the 56th Legislature, Regular Session, 1959, as that territory
- 36 may have been modified under:
- 37 (1) Subchapter J, Chapter 49, Water Code;
- 38 (2) Subchapter O, Chapter 51, Water Code; or
- 39 (3) other law.
- 40 (b) The district shall include all land and property in the
- 41 district's territory. (Acts 56th Leg., R.S., Ch. 299, Sec. 2
- 42 (part); New.)

Source Law

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Sec. 2. [The boundaries of said District heretofore and herein established as follows:] . . . said District shall embrace all land and property contained within the area delineated by said boundaries. . . .

Revisor's Note

The revision of the law governing the district does not revise the statutory language describing the territory of the district to avoid the lengthy recitation of the description and because that description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes references to the statutory description of district's territory and to statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The revised law also includes a reference to the general authority of the legislature to enact other laws to change the district's territory.

Revised Law

Sec. 9083.0005. LIBERAL CONSTRUCTION OF CHAPTER. This chapter shall be liberally construed to effect its purposes. (Acts 56th Leg., R.S., Ch. 299, Sec. 7 (part).)

29 Source Law

Sec. 7. . . All terms and provisions of this
Act are to be liberally construed to effectuate the
purpose and objectives herein set forth.

Revisor's Note

Section 7, Chapter 299, Acts of the 56th
Legislature, Regular Session, 1959, refers to the
"purpose and objectives" set forth in that act. The
revised law omits "objectives" as included in the

1 meaning of "purpose."

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2 <u>Revisor's Note</u> 3 (End of Subchapter)

> Section 7, Chapter 299, Acts of the 56th Regular 1959, Legislature, Session, contains legislative declaration of a constitutional "duty" to enact Chapter 299 as law. The revised law omits the declaration by the legislature as executed and because it has no substantive effect. The omitted law reads:

> > Sec. 7. The Legislature hereby declares that [said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution;] that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the state; . . .

SUBCHAPTER B. BOARD OF DIRECTORS

21 Revised Law

Sec. 9083.0051. COMPOSITION OF BOARD. The board of directors is composed of five elected directors. (New.)

24 Revisor's Note

2.5 Section 4, Chapter 299, Acts of the 56th (1)Legislature, Regular Session, 1959, validates the 26 27 appointment or election of five named directors of the 28 district, provides that those directors continue to 29 serve until their successors are elected. 30 establishes the dates that the terms of the named directors expire. revised omits 31 The law those 32 provisions as executed. For the reader's convenience, the revised law substitutes a provision that states 33 the board is composed of five elected directors, which 34 35 conforms with the number of named directors in Section 36 4 and the requirement that successors be elected. The omitted law reads: 37

Sec. 4. The appointment and/or election of Directors of said District, to-wit: Gene Wells, Manuel Lujan, Tom D.

Ellison, L. A. Snyder, and Clyde Fields is hereby ratified, confirmed, approved and validated and such Directors shall continue to serve until their successors have been duly elected and duly qualified as provided by general law pertaining to Water Control and Improvement Districts. The term of the first two named Directors shall expire January 1960, and the term of the last three named Directors shall expire January 1961. . . .

(2) Section 4, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, provides that successor directors serve terms of two years. The revised law omits that provision because it was superseded by Section 49.103(a), Water Code, enacted in 1995, which applies to the district under Sections 49.103(e), 49.001(a), and 49.002, Water Code, and provides that directors serve staggered four-year terms. The omitted law reads:

Sec. 4. . . . Successors in office shall serve for terms of two years.

SUBCHAPTER C. POWERS AND DUTIES

24 Revised Law

Sec. 9083.0101. GENERAL POWERS. The district may exercise the powers essential to the accomplishment of the purposes of Section 59, Article XVI, Texas Constitution, and may exercise the rights, powers, privileges, and functions implied by that section.

29 (Acts 56th Leg., R.S., Ch. 299, Sec. 1 (part).)

30 Source Law

Sec. 1. . . . [Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and] shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid constitutional provision, . . .

Revisor's Note

(1) Section 1, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, provides that the district is a "governmental agency and body politic

and corporate." The revised law omits that provision because it duplicates a portion of Section 59(b), Article XVI, Texas Constitution, which provides that a conservation and reclamation district is a

governmental agency and a body politic and corporate.

Section 1, Chapter 299, Acts of the 56th 6 Legislature, Regular Session, 1959, refers to rights, 7 that 8 powers, privileges, and functions "contemplated or implied" by Section 59, Article XVI, 9 The 10 Texas Constitution. revised law omits "contemplated" because the meaning of the term is 11 12 included in the meaning of "implied."

13 Revised Law

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Sec. 9083.0102. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS. The district has the rights, powers, privileges, and functions provided by general law applicable to a water control and improvement district, including Chapters 49 and 51, Water Code. (Acts 56th Leg., R.S., Ch. 299, Sec. 1 (part); New.)

Source Law

Sec. 1. . . . [Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid constitutional provision,] also those now or hereafter conferred by the General Laws of the state relating to Water Control and Improvement Districts wherein not in conflict with this Act.

Revisor's Note

(1) Section 1, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, refers to "the General Laws of the state relating to Water Control and Improvement Districts . . . " For the reader's convenience, the revised law adds references to Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and

- to Chapter 51, Water Code, applicable to water control
 and improvement districts.
- Section 1, Chapter 299, Acts of the 56th 3 4 Legislature, Regular Session, 1959, provides that the district has the rights, powers, privileges, 5 functions provided by general law to water control and 6 7 improvement districts "wherein not in conflict with this Act." The revised law omits the quoted language 8 because that language 9 duplicates, in substance, 311.026(b), Government Code 10 Section (Code Construction Act), which provides that if there is a 11 12 conflict between a general provision of law and a special or local provision, the special or local 13 14 provision prevails unless the general provision is the later enactment and the manifest intent is that the 15 general provision prevail. 16

17 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

18 Revised Law

- 19 Sec. 9083.0151. TAX METHOD. (a) Taxes imposed by the 20 district shall be on the ad valorem basis.
- 21 (b) The district is not required to hold a hearing on the 22 plan of taxation. (Acts 56th Leg., R.S., Ch. 299, Sec. 5.)

23 Source Law

Sec. 5. All taxes levied by the District shall be on the ad valorem basis and it shall not be necessary for the District to have any hearings on the plan of taxation.

Revisor's Note

Section 5, Chapter 299, Acts of the 56th
Legislature, Regular Session, 1959, refers to taxes
"levied" by the district. The revised law substitutes
"imposed" for "levied" because "impose" is the term
generally used in Title 1, Tax Code, and includes the
levy of an ad valorem tax.

Revisor's Note (End of Chapter)

Sections 1, 2, and 3, Chapter 299, Acts of (1)the 56th Legislature, Regular Session, 1959, validate all proceedings and actions taken in the creation, organization, and operation of the district, including conducting elections, establishing the district's territory, conducting hearings regarding property, issuing bonds, and imposing taxes. The revised law omits those validation provisions because they served their purpose on the day they took effect and are Section 311.031(a)(2), Government Code executed law. (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made Therefore, the omission of the under the statute. executed validation provisions does not affect those validations. The omitted law reads:

> All proceedings and actions Sec. 1. heretofore had and taken in the creation, organization and operation of [Hudspeth Water Control and Improvement County District Number One of Hudspeth Texas, created or sought to be Hudspeth County, created of the provisions Article under XVI, Section 59 of the Texas Constitution and the General Laws of the state enacted pursuant thereto, are hereby in all things and in all respects ratified, confirmed, approved and validated as of the respective dates of such proceedings and actions notwithstanding that any of such proceedings and actions may not have been had or accomplished in all in strict accordance respects with appropriate statutory provisions relating thereto.

> Sec. 2. [The boundaries of said District] . . are hereby in all things and in all respects ratified, confirmed, approved and validated and . . .

- Sec. 3. Without in anywise limiting the generality of the foregoing the following matters are hereby in all things and in all respects ratified, confirmed, approved and validated:
- (a) All actions, orders, or other proceedings of the Commissioners Court or other officer of Hudspeth County, Texas, in creating the District; calling, conducting and declaring the results of the election for the confirmation of such District and the election of Directors therefor.
 - (b) All actions, orders or other

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proceedings of the Board of Directors of the District or any of its officers or any person acting for it, in calling, conducting and determining the results of any hearing on the matter of the exclusion of lands or other property from the District;

- (c) All bonds heretofore voted by the District for the purpose of purchasing or constructing a Water System and any election at which such bonds were voted notwithstanding the fact that the Board of Directors or any of its officers or person acting for it, may have failed to comply with any statutory requirement regulating the calling of such election, the giving of proper notice with relation thereto, the canvassing of the returns thereof and the declaration of its results.
- (d) All orders, resolutions, or other proceedings of the Board of Directors in authorizing the issuance of the aforementioned bonds and the levying of taxes for the support thereof, . . .
- (e) All actions of the Board of Directors of the District in authorizing the levying, assessment and collection of taxes for the said District and in adopting its tax rolls.
- (2) Section 3(d), Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, provides that after approval (or validation), registration, sale, and delivery, district bonds approved at an election held before May 30, 1959 (the effective date of Chapter 299), to purchase or construct a water system are valid and incontestable. The revised law omits the provision as executed. The omitted law reads:
 - Sec. 3. [Without in anywise limiting the generality of the foregoing the following matters are hereby in all things and in all respects ratified, confirmed, approved and validated:
 - [(c) All bonds heretofore voted by the District for the purpose of purchasing or constructing a Water System and any election at which such bonds were voted
 - [(d) All orders, resolutions, or other proceedings of the Board of Directors in authorizing the issuance of the aforementioned bonds and the levying of taxes for the support thereof,] it being hereby provided that when the Attorney General has approved such bonds, or if such bonds are validated by a District Court under the provisions of the General Laws relating to Water Control and Improvement Districts, and they have been registered by

the Comptroller of Public Accounts and sold and delivered they shall be legal, valid and enforceable obligations of the District and shall be incontestable.

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(3)Section 6, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, lists the entities for which district bonds are legal investments and provides that district bonds may secure deposits of public funds of the state or political subdivisions. The revised law omits the provision relating to the eligibility of district bonds to be considered as investments for various entities duplicates, in substance, Section 49.186(a), Water Code, applicable to the district under Sections 49.001 and 49.002 of that code. While Section 6 lists "quardians" and Section 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a guardian is a fiduciary. The revised law omits the provision relating to the use of district bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral deposits of funds of other public agencies, including political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

Sec. 6. All bonds of the District shall be and are hereby declared to be legal

1 2	and authorized investments for banks, savings banks, trust companies, building
3	and loan associations, insurance companies,
4	fiduciaries, trustees, quardians, and for
5	the sinking funds of cities, towns,
6	villages, counties, school districts or
7	other political corporations or
8	subdivisions of the State of Texas. Such
9	bonds shall be eligible to secure the
10	deposit of any and all public funds of the
11	State of Texas and any and all public funds
12	of cities, towns, villages, counties,
13	school districts or other political
14	corporations or subdivisions of the State
15	of Texas; and such bonds shall be lawful and
16	sufficient security for said deposits to
17	the extent of their par value.

1 APPENDIX A

2 CONFORMING AMENDMENTS

- 3 SECTION 2.01. SABINE PASS PORT AUTHORITY. Section 1,
- 4 Chapter 379, Acts of the 63rd Legislature, Regular Session, 1973,
- 5 is amended to read as follows:
- 6 Sec. 1. [There is hereby created, in addition to the
- 7 districts into which the state has heretofore been divided, a port
- 8 district to be known as the Sabine Pass Port Authority, with
- 9 boundaries as hereinafter set out. Such district shall be and is
- 10 hereby declared to be a governmental agency and body politic and
- 11 corporate with the powers of government and with the authority to
- 12 exercise the rights, privileges, and functions hereinafter
- 13 specified, and the creation of such district is hereby determined
- 14 to be essential to the accomplishment of the purposes of Article
- 15 XVI, Section 59, of the Texas Constitution.
- The boundaries of the <u>Sabine Pass Port Authority</u> [<u>district</u>]
- 17 shall be the boundaries of the Sabine Pass Independent School
- 18 District in Jefferson County, Texas, as the same exist on the date
- 19 of passage of this Act, excluding that portion which is located
- 20 within the Port of Port Arthur Navigation District of Jefferson
- 21 County, Texas, and in addition thereto the district's boundaries
- 22 shall include the contiguous territory described by metes and
- 23 bounds as follows:
- 24 A 54.9 acre tract of land out of a part of the T. & N. O. Survey 122,
- 25 Abst. 486--the T. & N. O. Survey 123, Abst. 251 and the South John
- 26 Bennett Abst. 71, said tract described by metes and bounds as
- 27 follows to:wit:
- 28 Commencing at a concrete monument the Northeast corner of the T. &
- 29 N. O. Survey 123, Abst. 251 and being in the West line of the South
- 30 John Bennett Survey;
- 31 THENCE, South 00 deg. 01 min. 30 sec. East, along said West line of
- 32 the South John Bennett Survey, a distance of 465.15 feet to a point
- 33 for turn in the East right-of-way line of State Highway 87;
- 34 THENCE, North 18 deg. 45 min. 00 sec. West, along said East

- 1 right-of-way line, a distance of 35.28 feet to point for corner and
- 2 point of beginning of the tract herein below described;
- 3 THENCE, South 18 deg. 45 min. 00 sec. East, along said East
- 4 right-of-way line, a distance of 3566.03 feet to point for corner;
- 5 THENCE, South 18 deg. 36 min. 41 sec. East, along said East
- 6 right-of-way line, a distance of 5887.34 feet to point for corner in
- 7 the East extension of the South line of the South John Bennett
- 8 Survey;
- 9 THENCE, East, along said extension a distance of 52.0 feet to point
- 10 for corner in the West descending bank of the Port Arthur Ship
- 11 Channel;
- 12 THENCE, along the meanders of said channel the following courses
- 13 and distances:
- 14 North 12 deg. 29 min. 13 sec. West 25.22 feet
- North 58 deg. 00 min. 21 sec. West 53.14 feet
- North 13 deg. 25 min. 29 sec. West 67.46 feet
- 17 North 70 deg. 50 min. 37 sec. West 29.03 feet
- North 20 deg. 54 min. 40 sec. West 135.07 feet
- 19 North 11 deg. 53 min. 52 sec. West 50.07 feet
- 20 South 82 deg. 13 min. 51 sec. East 26.83 feet
- 21 North 10 deg. 46 min. 30 sec. West 83.98 feet
- 22 North 20 deg. 17 min. 36 sec. West 32.81 feet
- North 17 deg. 31 min. 26 sec. East 36.91 feet
- North 19 deg. 17 min. 39 sec. West 96.68 feet
- North 24 deg. 35 min. 12 sec. West 97.29 feet
- 26 North 16 deg. 43 min. 29 sec. West 187.62 feet
- North 38 deg. 40 min. 03 sec. West 34.18 feet
- North 00 deg. 49 min. 01 sec. West 63.85 feet
- 29 North 08 deg. 56 min. 23 sec. West 105.15 feet
- 30 North 18 deg. 31 min. 31 sec. West 247.14 feet
- 31 North 49 deg. 47 min. 19 sec. West 50.88 feet
- 32 North 14 deg. 48 min. 55 sec. West 170.74 feet
- 33 North 24 deg. 51 min. 34 sec. East 27.70 feet
- North 23 deg. 03 min. 20 sec. West 170.02 feet

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North 35 deg. 47 min. 26 sec. West - 240.07 feet
 1
 2
          North 15 deg. 49 min. 10 sec. West - 439.73 feet
          North 13 deg. 06 min. 54 sec. West - 61.50 feet
 3
 4
          North 03 deg. 06 min. 24 sec. West - 71.50 feet
 5
          North 11 deg. 14 min. 39 sec. West - 99.95 feet
          North 39 deg. 20 min. 33 sec. East - 25.42 feet
 6
 7
          North 14 deg. 25 min. 54 sec. West - 64.56 feet
          North 12 deg. 46 min. 36 sec. East - 92.92 feet
 8
 9
          North 19 deg. 15 min. 15 sec. West - 154.25 feet
          North 22 deg. 08 min. 11 sec. West - 143.13 feet
10
          North 24 deg. 08 min. 29 sec. West - 81.13 feet
11
          North 22 deg. 20 min. 12 sec. West - 113.11 feet
12
          North 02 deg. 25 min. 40 sec. East - 44.48 feet
13
14
          North 23 deg. 53 min. 14 sec. West - 260.36 feet
          North 22 deg. 31 min. 29 sec. West - 53.69 feet
15
          North 14 deg. 26 min. 06 sec. East - 93.32 feet
16
          North 38 deg. 26 min. 36 sec. West - 67.01 feet
17
18
          North 14 deg. 47 min. 13 sec. West - 290.60 feet
          North 60 deg. 26 min. 29 sec. West - 102.43 feet
19
20
          North 21 deg. 17 min. 48 sec. East - 57.69 feet
          South 70 deg. 26 min. 39 sec. East - 50.50 feet
21
          North 27 deg. 56 min. 05 sec. East - 76.38 feet
22
23
          North 08 deg. 40 min. 00 sec. West - 165.74 feet
          North 15 deg. 59 min. 03 sec. West - 557.03 feet
24
25
          North 09 deg. 09 min. 41 sec. West - 140.32 feet
          North 21 deg. 31 min. 38 sec. West - 265.07 feet
26
          North 43 deg. 13 min. 40 sec. West - 74.36 feet
27
28
          South 80 deg. 03 min. 11 sec. East - 35.00 feet
          North 27 deg. 11 min. 50 sec. West - 31.31 feet
29
30
          North 29 deg. 12 min. 57 sec. West - 168.90 feet
          North 06 deg. 56 min. 37 sec. East - 43.73 feet
31
          North 30 deg. 39 min. 39 sec. West - 27.47 feet
32
          North 40 deg. 01 min. 39 sec. West - 53.48 feet
33
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          North 50 deg. 59 min. 55 sec. West - 24.28 feet
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North 54 deg. 50 min. 38 sec. East - 28.25 feet
 1
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          North 33 deg. 25 min. 59 sec. West - 57.24 feet
          North 64 deg. 12 min. 29 sec. West - 17.78 feet
 3
 4
          North 10 deg. 44 min. 19 sec. East - 19.22 feet
 5
          North 28 deg. 27 min. 56 sec. West - 129.86 feet
          North 39 deg. 11 min. 03 sec. East - 37.37 feet
 6
          North 02 deg. 04 min. 19 sec. East - 50.32 feet
 7
          North 10 deg. 09 min. 16 sec. West - 43.14 feet
 8
 9
          North 22 deg. 20 min. 17 sec. West - 113.64 feet
          North 53 deg. 13 min. 21 sec. East - 6.41 feet
10
          North 26 deg. 37 min. 03 sec. West - 92.92 feet
11
          North 13 deg. 14 min. 17 sec. West - 80.58 feet
12
          North 19 deg. 41 min. 27 sec. West - 127.44 feet
13
14
          North 27 deg. 21 min. 20 sec. West - 54.28 feet
          South 47 deg. 29 min. 00 sec. West - 45.38 feet
15
          South 09 deg. 30 min. 48 sec. East - 65.88 feet
16
          South 20 deg. 15 min. 16 sec. West - 38.15 feet
17
18
          North 87 deg. 42 min. 30 sec. West - 78.97 feet
          North 25 deg. 58 min. 13 sec. West - 140.09 feet
19
20
          North 19 deg. 47 min. 05 sec. West - 55.38 feet
          North 70 deg. 01 min. 10 sec. West - 30.31 feet
21
          North 49 deg. 49 min. 07 sec. East - 16.98 feet
22
23
          North 18 deg. 47 min. 58 sec. East - 16.29 feet
          North 12 deg. 41 min. 54 sec. West - 57.60 feet
24
25
          North 40 deg. 14 min. 57 sec. East - 26.69 feet
          North 75 deg. 52 min. 27 sec. West - 139.07 feet
26
          North 36 deg. 55 min. 56 sec. West - 41.26 feet
27
28
          South 82 deg. 08 min. 20 sec. East - 131.62 feet
          North 24 deg. 39 min. 59 sec. West - 14.94 feet
29
30
          North 55 deg. 13 min. 44 sec. East - 74.28 feet
          South 48 deg. 57 min. 32 sec. East - 54.17 feet
31
32
          North 58 deg. 32 min. 41 sec. East - 49.23 feet
          North 24 deg. 34 min. 59 sec. East - 99.44 feet
33
34
          North 46 deg. 00 min. 10 sec. West - 118.53 feet
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North 06 deg. 03 min. 23 sec. West - 42.94 feet
 1
 2
          North 42 deg. 29 min. 08 sec. West - 37.02 feet
          North 47 deg. 31 min. 18 sec. East - 38.35 feet
 3
 4
          North 69 deg. 57 min. 31 sec. West - 84.03 feet
 5
          North 39 deg. 20 min. 52 sec. West - 68.33 feet
          North 23 deg. 24 min. 48 sec. West - 99.65 feet
 6
 7
          North 14 deg. 27 min. 54 sec. West - 95.18 feet
          North 02 deg. 30 min. 54 sec. East - 43.76 feet
 8
 9
          North 34 deg. 28 min. 08 sec. West - 74.06 feet
          North 14 deg. 22 min. 24 sec. West - 113.03 feet
10
          North 49 deg. 49 min. 15 sec. East - 112.31 feet
11
          North 20 deg. 04 min. 24 sec. West - 48.47 feet
12
          North 83 deg. 20 min. 51 sec. West - 86.10 feet
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14
          North 26 deg. 04 min. 10 sec. West - 96.87 feet
          North 09 deg. 11 min. 19 sec. West - 142.12 feet
15
          North 67 deg. 36 min. 42 sec. East - 56.32 feet
16
          North 30 deg. 49 min. 30 sec. East - 22.41 feet
17
18
          North 22 deg. 47 min. 30 sec. West - 56.02 feet
19
          North 13 deg. 56 min. 26 sec. West - 149.00 feet
20
          North 18 deg. 02 min. 09 sec. West - 97.79 feet
          North 53 deg. 50 min. 52 sec. West - 37.14 feet
21
          North 22 deg. 15 min. 45 sec. East - 36.87 feet
22
23
          North 23 deg. 42 min. 04 sec. West - 112.20 feet
          North 09 deg. 30 min. 08 sec. West - 81.96 feet
24
25
          North 18 deg. 58 min. 50 sec. West - 121.30 feet
          North 38 deg. 00 min. 15 sec. West - 92.06 feet
26
          North 24 deg. 38 min. 28 sec. West - 98.60 feet
27
28
          North 00 deg. 34 min. 55 sec. West - 81.10 feet
          North 19 deg. 00 min. 48 sec. West - 45.20 feet
29
30
          North 56 deg. 21 min. 41 sec. East - 40.23 feet
          North 48 deg. 14 min. 01 sec. West - 121.82 feet
31
32
          North 31 deg. 30 min. 37 sec. West - 101.56 feet
          North 07 deg. 43 min. 43 sec. West - 56.02 feet
33
34
          North 14 deg. 46 min. 25 sec. East - 110.59 feet
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North 32 deg. 20 min. 10 sec. West - 164.56 feet
 1
 2
          North 02 deg. 36 min. 08 sec. West - 125.06 feet
          North 27 deg. 24 min. 24 sec. West - 190.99 feet
 3
 4
          North 01 deg. 12 min. 39 sec. West - 208.43 feet
 5
          North 57 deg. 21 min. 52 sec. West - 48.85 feet
          North 01 deg. 30 min. 24 sec. West - 95.75 feet
 6
 7
          North 40 deg. 07 min. 50 sec. West - 120.96 feet
          North 17 deg. 51 min. 18 sec. East - 112.64 feet
 8
 9
          North 63 deg. 12 min. 10 sec. West - 79.11 feet
          North 17 deg. 05 min. 44 sec. West - 103.72 feet
10
          North 28 deg. 18 min. 35 sec. East - 87.72 feet
11
          North 16 deg. 40 min. 55 sec. West - 114.30 feet
12
          North 24 deg. 51 min. 25 sec. West - 187.74 feet
13
14
          North 14 deg. 12 min. 51 sec. East - 135.72 feet
          North 62 deg. 31 min. 22 sec. West - 52.58 feet
15
          North 18 deg. 51 min. 09 sec. West - 182.43 feet
16
          North 07 deg. 40 min. 03 sec. East - 102.05 feet
17
18
          North 27 deg. 21 min. 32 sec. West - 145.37 feet
          North 30 deg. 57 min. 39 sec. West - 440.35 feet
19
20
          South 04 deg. 36 min. 36 sec. East - 252.07 feet
          North 89 deg. 20 min. 59 sec. West - 109.06 feet
21
          South 42 deg. 59 min. 36 sec. West - 31.24 feet
22
23
          North 60 deg. 39 min. 10 sec. West - 21.15 feet
          North 85 deg. 25 min. 11 sec. West - 60.71 feet
24
25
          North 74 deg. 59 min. 11 sec. West - 31.90 feet
26
          South 11 deg. 23 min. 33 sec. East - 62.31 feet
          South 50 deg. 34 min. 39 sec. West - 55.70 feet
27
28
          South 18 deg. 45 min. 00 sec. East - 1430.87 feet
          South 27 deg. 20 min. 30 sec. East - 572.29 feet
29
30
          South 25 deg. 39 min. 30 sec. West - 122.18 feet to the point
    of beginning.
                    The tract of land herein above described contains
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32
    54.9 acres of land, more or less.
    [It is hereby found that all territory within the boundaries of the
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Sabine Pass Port Authority as enlarged is and will be benefited by

- 1 the present and contemplated improvements, works, and facilities of
- 2 said authority. Further, the governing body of said authority is
- 3 authorized to call an election or elections over the entire
- 4 authority as enlarged for the purpose of determining (1) whether
- 5 the entire authority as enlarged shall assume the tax-supported
- 6 bonds of the authority then outstanding and whether an ad valorem
- 7 tax shall be levied on all taxable property within the authority as
- 8 enlarged for the payment thereof, and (2) whether an ad valorem
- 9 maintenance tax (for the maintenance, operation, and upkeep of the
- 10 authority and its facilities), in such amount as is specified by the
- 11 governing body of the authority, shall be levied on all taxable
- 12 property within the authority as enlarged. Said election or
- 13 elections shall be called and held, and notice thereof given, in the
- 14 same manner (to the extent pertinent) as elections for the issuance
- 15 of tax-supported bonds as provided in this Act, and if either or
- 16 both of such propositions should carry, the governing body of the
- 17 authority shall be authorized to levy and collect such bond tax
- 18 and/or maintenance tax as voted.
- 19 SECTION 2.02. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO.
- 20 319. Section 3, Chapter 787, Acts of the 69th Legislature, Regular
- 21 Session, 1985, is amended to read as follows:
- Sec. 3. BOUNDARIES. The <u>Harris County Municipal Utility</u>
- 23 District No. 319 [district] shall include all of the territory
- 24 contained within the following described area: Being a tract or
- 25 parcel containing 237.9940 acres of land in the William McCann
- 26 Survey, Abstract 585, Harris County, Texas, said 237.9940 acre
- 27 tract being more particularly described as follows:
- 28 COMMENCING for reference at the intersection of the east
- 29 right-of-way (R.O.W.) line of Becker Road, 60.00 feet wide, and the
- 30 southerly line of said William McCann Survey, Abstract 585;
- 31 THENCE, along the east R.O.W. line of said Becker Road the following
- 32 courses and distances:
- North $00^{\circ}51'06''$ West, 700.00 feet to the POINT OF BEGINNING
- 34 and the southwest corner of the herein described tract; North

- 1 00°51'06" West, 2641.14 feet to a point at the beginning of a curve;
- 2 143.75 feet along the arc of a curve to the right, having a central
- 3 angle of 28°45'00", a radius of 286.48 feet and a chord which bears
- 4 North 13°31'24" East, 142.25 feet to a point at the end of said
- 5 curve; North 27°53'54" East, 203.27 feet to a point for the
- 6 northwest corner of the herein described tract in the north line of
- 7 the aforementioned William McCann Survey;
- 8 THENCE, along the north line of said William McCann Survey and the
- 9 south line of the Harris County School Land Survey, Abstract 333,
- 10 North 89°25'55" East, 3926.28 feet to a point for the northeast
- 11 corner of the herein described tract;
- 12 THENCE, departing said survey line, South 01°00'00" East, 1492.66
- 13 feet to a point for corner;
- 14 THENCE, South $89^{\circ}00'00''$ West, 665.66 feet to a point at the
- 15 beginning of a curve;
- 16 THENCE, 1916.28 feet along the arc of a curve to the left, having a
- 17 central angle of 87°50'10", a radius of 1250.00 feet and a chord
- 18 which bears South 45°04'55" West, 1734.07 feet to a point at the end
- 19 of said curve;
- 20 THENCE, South $01^{\circ}09'50''$ West, 502.49 feet to a point at the
- 21 beginning of a curve;
- 22 THENCE, 484.78 feet along the arc of a curve to the right, having a
- 23 central angle of 22°13'15", a radius of 1250.00 feet and a chord
- 24 which bears South 12°16'28" West, 481.75 feet to a point at the end
- 25 of said curve;
- 26 THENCE, South 23°23'05" West, 150.00 feet to a point for the
- 27 southeast corner of the herein described tract;
- 28 THENCE, North $66^{\circ}36'55''$ West, 428.18 feet to a point at the
- 29 beginning of a curve;
- 30 THENCE, 447.69 feet along the arc of a curve to the right, having a
- 31 central angle of 12°49'31", a radius of 2000.00 feet and a chord
- 32 which bears North 60°12'09" West, 446.75 feet to a point at the end
- 33 of said curve;
- 34 THENCE, North $53^{\circ}47'24''$ West, 109.55 feet to a point at the

- 1 beginning of a curve;
- 2 THENCE, 1188.98 feet along the arc of a curve to the left, having a
- 3 central angle of $34^{\circ}03'42''$, a radius of 2000.00 feet and a chord
- 4 which bears North $70^{\circ}49'15"$ West, 1171.55 feet to the POINT OF
- 5 BEGINNING and containing 237.9940 acres of land.
- 6 SECTION 2.03. POLK COUNTY FRESH WATER SUPPLY DISTRICT NO.
- 7 2. Section 3, Chapter 814, Acts of the 75th Legislature, Regular
- 8 Session, 1997, is amended to read as follows:
- 9 Sec. 3. BOUNDARIES. The boundaries of Polk County Fresh
- 10 Water Supply District No. 2 are hereby confirmed as follows:
- 11 BEGINNING at a point in the A.M. De La Jarza Survey A-43 on the
- 12 shoreline of Lake Livingston, said point having a Stato Plane
- 13 co-ordinate of Y=459,067.61, X=3,631,144.58;
- 14 THENCE, N 57° 51' 38" E, a distance to a point intersecting the west
- 15 boundary line of the 695.13 acre tract described in the deed te
- 16 James A. McAlister, Trustee for 711 LTD recorded in Volume 279,
- 17 Page 892, of the Polk County Deed Records;
- 18 THENCE, along the boundary line of the said McAlister 695.13 acre
- 19 tract, (more particularly described in the Deed of Trust Records,
- 20 Volume 104, Page 226-234 of Polk County Records) being the boundary
- 21 line of the Polk County Fresh Water Supply District No. 2 as amended
- 22 according to the Minutes of the Annexation Meeting of December 15,
- 23 1981, of Polk County Fresh Wator Supply District No. 2, in a
- 24 clockwise direction for several courses to it's intersection with
- 25 the Trinity River Authority Lake Livingston "Fee Take" line, being
- 26 the Northeast corner of the original Polk County Fresh Water Supply
- 27 District No. 2 boundary as set forth in that certain Polk County
- 28 Commissioners Court Minutes dated January 26, 1976, and recorded in
- 29 Volume 22, Page 11-15 of the Records of Polk County, Texas; said
- 30 point having a State Plane co-ordinate of Y=469,284.55,
- 31 X=3,647,407.03;
- 32 THENCE, in a southerly direction with the meanders of the "Fee Take"
- 33 line of Lake Livingston around a peninsula commonly called the
- 34 Onalaska Peninsula to the point of beginning, the above to exclude

- 1 the Area dedicated and named Stowaway Bay as described in the Plat
- 2 Records of Polk County, Texas, and also excludes the Area dedicated
- 3 and named Canyon Park as described in the Plat Records of Polk
- 4 County, Texas, with the exception of those certain partials of land
- 5 located in the Canyon Park Subdivision and located along and
- 6 adjacent to FM 356, North Highway and described as:
- 7 Section 4, Lot 11, as described in the Plat Records Book 7,
- 8 Page 27 of Polk County, Texas; and
- 9 Section 2, Lot 13; and Section 2, Lots 14, 15, and 16 as
- 10 described in the Plat Records Book 7, Page 2 of Polk County, Texas,
- 11 which shall be included within the boundaries of the Polk County
- 12 Fresh Water Supply District No. 2
- all of the foregoing land being encompassed within the
- 14 boundaries of Polk County Fresh Water Supply District No. 2.
- 15 [This confirmation of boundaries does not enlarge or diminish the
- 16 district as it exists and includes the property in the district that
- 17 is being served or taxed on September 1, 1997.
- 18 SECTION 2.04. FORT BEND COUNTY WATER CONTROL AND
- 19 IMPROVEMENT DISTRICT NO. 2. Section 1, Chapter 312, Acts of the
- 20 57th Legislature, Regular Session, 1961, is amended to read as
- 21 follows:
- Sec. 1. The boundaries of the Fort Bend County Water Control
- 23 and Improvement District No. 2 are [That Fort Bend County Water
- 24 Control and Improvement District No. 2, lying in Fort Bend and
- 25 Harris Counties, Texas, hereinafter sometimes referred to as
- 26 "District," shall be enlarged, and the boundaries of such District,
- 27 as enlarged, shall hereafter be defined] as follows:
- 28 BEGINNING at the point of intersection of the Northwest line
- 29 of Section 8, B.B.B. & C. Railroad Co. Survey and the Fort
- 30 Bend-Harris County line;
- 31 THENCE Northwesterly (from said point of intersection of said
- 32 Northwest line of Section 8, B.B.B. & C. Railroad Co. Survey and the
- 33 Fort Bend-Harris County line), along the Fort Bend-Harris County
- 34 line to the point of intersection of said Fort Bend-Harris County

- 1 line with the center line of a public road running through Section
- 2 7, B.B.B. & C. Railroad Co. Survey, along the division line between
- 3 the Southwest one-half and the Northeast one-half of said Section
- 4 7, B.B.B. & C. Railroad Co. Survey, for a corner;
- 5 THENCE Northwest along the centerline of said public road to
- 6 its intersection with the centerline of the Stafford-Bellaire Road,
- 7 which point is in the Northwest line of Section 7, B.B.B. & C.
- 8 Railroad Co. Survey, for a corner;
- 9 THENCE in a Northwesterly direction to the Northeast corner
- 10 of Missouri City Estates Subdivision, which point is in the South
- 11 line of Section 4, H.T. & B. Railroad Co. Survey, for a corner;
- 12 THENCE West, 1,107.3 feet along the North line of Missouri
- 13 City Estates Subdivision and the South line of Section 4, H.T. & B.
- 14 Railroad Co. Survey to the Northwest corner of Missouri City
- 15 Estates Subdivision, for a corner;
- 16 THENCE South along the West line of Missouri City Estates
- 17 Subdivision and its extension Southerly to a point in the
- 18 centerline of Mula Road, for a corner;
- 19 THENCE in a Westerly direction along the centerline of Mula
- 20 Road to its intersection with the centerline of Murphy Road;
- 21 THENCE generally in a Southerly direction in a straight line
- 22 to the Northeast corner of the William Stafford League;
- THENCE West along the North line of the William Stafford
- 24 League to a point in the centerline of Lester Road, for a corner;
- 25 THENCE Southerly with the centerline of Lester Road to the
- 26 Northeast corner of an 80 acre tract described in deed from
- 27 Sugarland Industries, Inc. to Fort Bend Independent School District
- 28 and recorded in Volume 399, Pages 433 thru 438 of the Deed Records
- 29 of Fort Bend County, Texas which corner is South 0 degrees 19
- 30 minutes West 1,421.4 feet, measured along said centerline of Lester
- 31 Road, from the centerline of the G.H. & S.A. Railway, for a corner;
- 32 THENCE North 89 degrees 41 minutes West, along the North line
- 33 of said 80 acre tract, 1,291.36 feet to its Northwest corner, for a
- 34 corner;

- 1 THENCE South O degrees 19 minutes West, along the West line of
- 2 said 80 acre tract, 2,698.55 feet to its Southwest corner, for a
- 3 corner;
- 4 THENCE South 89 degrees 41 minutes East, along the South line
- 5 of said 80 acre tract, 1,291.36 feet to its Southeast corner, in the
- 6 centerline of Lester Road, for a corner;
- 7 THENCE Southerly with the centerline of Lester Road, at
- 8 3,007.7 feet pass the Northeast corner of the Riverbend Country
- 9 Club's 165.0 acre tract and continuing with the centerline of
- 10 Lester Road to a point in the North right-of-way line of the
- 11 American Canal Co. property, for a corner;
- 12 THENCE East Southeasterly along the North line of the
- 13 American Canal Co. property to its intersection with the Southeast
- 14 right-of-way line of Avenue E;
- 15 (15) THENCE in a Northeasterly direction along the
- 16 Southeast right-of-way line of Avenue E to its intersection with
- 17 the centerline of Murphy Road, which point of intersection is in the
- 18 East line of the William Stafford League, for a corner;
- 19 THENCE in an East Southeasterly direction in a straight line
- 20 to a point at the intersection of the centerline of a road running
- 21 in a Southerly direction from the Stafford-Blue Ridge Road to the
- 22 Stafford Run Creek and a line 500 feet Southwest of and parallel
- 23 with the Southwest boundary line of the F. P. Hoffman Survey, for a
- 24 corner;
- THENCE South 45 degrees East 500 feet from and parallel to
- 26 said Southwest boundary line of said F. P. Hoffman Survey to a point
- 27 in the M. Johnson 4.8 acre tract, which point is South 45 degrees
- 28 West 500 feet from the Southwest boundary line of said F. P. Hoffman
- 29 Survey and in the extended Southeast boundary line of the L. Ross
- 30 18.4 acre tract, for a corner;
- 31 THENCE South 45 degrees West to an intersection with the
- 32 Northeast right-of-way line of the American Canal Co. property;
- 33 THENCE in a generally Southeasterly and Southerly direction
- 34 with the Northeast and East right-of-way line of said American

- 1 Canal Co. property to its intersection with the South line of the
- 2 Wm. Neel Survey, for a corner;
- 3 THENCE East along the South line of the William Neel Survey to
- 4 its most Easterly corner, same being in a Southwest line of the I. &
- 5 G.N. Railroad Co. Survey, Abstract 264, for a corner;
- 6 THENCE Northwest along the common line of the William Neel
- 7 Survey and the I. & G.N. Railroad Co. Survey, Abstract 264, to the
- 8 South corner of the I. & G.N. Railroad Co. Survey, Abstract 360, for
- 9 a corner;
- 10 THENCE Northeast along the Southeast line of the I. & G.N.
- 11 Railroad Co. Survey, Abstract 360, to its East corner, for a corner;
- 12 THENCE Northwest along the Northeast line of the
- 13 I. & G.N. Railroad Co. Survey, Abstract 360, to the South corner,
- 14 Section 9, B.B.B. & C. Railroad Co. Survey, for a corner;
- THENCE Northeast along the Southeast line of Sections 9 & 8,
- 16 B.B.B. & C. Railroad Co. Surveys to the point of the intersection of
- 17 the Southeast line of said Section 8, B.B.B. & C. Railroad Co.
- 18 Survey with the Fort Bend-Harris County line, for a corner;
- 19 THENCE Northwesterly along the Fort Bend-Harris County line
- 20 to the point of intersection with the Northwest line of Section 8,
- 21 B.B.B. & C. Railroad Co. Survey, the point and place of BEGINNING.
- 22 SECTION 2.05. HALL AND DONLEY COUNTIES WATER CONTROL AND
- 23 IMPROVEMENT DISTRICT NO. 1 OF HALL AND DONLEY COUNTIES. Section 2,
- 24 Chapter 189, Acts of the 59th Legislature, Regular Session, 1965,
- 25 is amended to read as follows:
- Sec. 2. The boundaries of the Hall and Donley Counties Water
- 27 Control and Improvement District No. 1 of Hall and Donley Counties
- 28 are [said District heretofore and herein established] as follows:
- 29 BEGINNING at the common Southwest corner of Section 19 and
- 30 the Southeast corner of Section 20, both Sections being in Block 2,
- 31 of T. & P. R. R. Co. Survey in Hall County, Texas, the point of
- 32 beginning also being on the North bank of the Prairie Dog Town Fork
- 33 of Red River;
- 34 THENCE, North with the West line of said Section 19 and the

- 1 East line of said Section 20, Block 2, T. & P. R. R. Co. Survey, to
- 2 the South Bank of Mulberry Creek;
- 3 THENCE, in a Northwesterly direction with the South bank of
- 4 Mulberry Creek to its intersection with the common East line of
- 5 Briscoe County and the West line of Hall County;
- 6 THENCE, North with the said common County Lines to the North
- 7 line of Section 121, Block 2, T. & P. R. R. Co. Survey in Hall
- 8 County, Texas;
- 9 THENCE, East with the North line of said Section 121, Block 2,
- 10 T. & P. R. R. Co. Survey, to the common Northeast corner of said
- 11 Section 121 and the Southeast corner of Section 13, Block 2, J.
- 12 Poitevent Survey in Hall County, Texas;
- 13 THENCE, North with the East line of said Section 13, Block 2,
- 14 J. Poitevent Survey and crossing Section 1, Block 1, C. L. Benson
- 15 Survey and also crossing Section 5, Block X, W. H. Martin Survey to
- 16 a point of intersection with the South line of Section 6, Block B,
- 17 John G. Adair Survey. All of the above Surveys being in Hall County,
- 18 Texas;
- THENCE, West with the South line of said Section 6, Block B,
- 20 John G. Adair Survey to the Southwest corner of said Section 6;
- THENCE, North with the West line of Section 6, Block B, John
- 22 G. Adair Survey in Hall County, Texas, and the West line of Section
- 23 11, Block B, John G. Adair Survey in Hall and Donley Counties,
- 24 Texas, to the Northwest corner of said Section 11;
- THENCE, West to the Southeast corner of Section 36, Block
- 26 G-7, Adair & Goodnight Survey in Donley County, Texas;
- 27 THENCE, North with the East line of said Section 36, Block
- 28 G-7, Adair & Goodnight Survey to the common Northwest corner of
- 29 Section 32, Block G-7, Adair & Goodnight Survey and the Southwest
- 30 corner of Section 33, Block G-7, Adair & Goodnight Survey in Donley
- 31 County, Texas;
- 32 THENCE, East with the South line of said Section 33, Block
- 33 G-7, Adair & Goodnight Survey to the Southeast corner of said
- 34 Section 33;

- 1 THENCE, North along the East line of said Section 33, Block
- 2 G-7, Adair & Goodnight Survey and the West line of Section 29, Block
- 3 G-7, Adair & Goodnight Survey in Donley County, Texas, to the
- 4 Northwest corner of said Section 29;
- 5 THENCE, East with the North line of said Section 29, Block
- 6 G-7, Adair & Goodnight Survey and across Section 68, W. M. Cross
- 7 Survey in Donley County, Texas, to the intersection with the
- 8 present East right of way line of State Highway 70 in Section 170,
- 9 Block E, D. & P. R. R. Co. Survey in Donley County, Texas;
- 10 THENCE, in a North and Northeasterly direction with the
- 11 present East right of way line of State Highway 70 thru Sections 170
- 12 and 169, Block E, D. & P. R. R. Co. Survey, Section 26, Block G-7,
- 13 Adair & Goodnight Survey to a point located 752.5 varas and 20 feet
- 14 South of the North line of Section 167, Block E, D. & P. R. R. Co.
- 15 Survey in Donley County, Texas. The said point also being located
- 16 1,430.9 varas West of the East line of said Section 167;
- THENCE, East 741 varas to a point;
- THENCE, South 1,147.8 varas to a point in the South line of
- 19 said Section 167, Block E, D. & P. R. R. Co. Survey and also 689.7
- 20 varas West of the Southeast corner of said Section 167;
- 21 THENCE, East with the North lines of Sections 166, 157 and
- 22 152, Block E, D. & P. R. R. Co. Survey in Donley County, Texas, to
- 23 the Northeast corner of said Section 152 and the West line of
- 24 Section 153, Block E, D. & P. R. R. Co. Survey in Donley County,
- 25 Texas;
- THENCE, South with the West line of said Section 153, Block E,
- 27 D. & P. R. R. Co. Survey to its Southwest corner and the Northwest
- 28 corner of Section 154, Block E, D. & P. R. R. Co. Survey in Donley
- 29 County, Texas;
- THENCE, East with the North line of said Section 154, Block E,
- 31 D. & P. R. R. Co. Survey to its Northeast corner;
- 32 THENCE, South with the East line of said Section 154, Block E,
- 33 D. & P. R. R. Co. Survey to its Southeast corner and the North line
- 34 of Section 144, Block E, D. & P. R. R. Co. Survey in Donley County,

- 1 Texas;
- THENCE, East with the North line of said Section 144, Block E,
- 3 D. & P. R. R. Co. Survey to its Northeast corner and the Southwest
- 4 corner of Section 98, Block C-6, G. C. & S. F. R. R. Co. Survey in
- 5 Donley County, Texas;
- 6 THENCE, East with the South line of said Section 98, Block
- 7 C-6, G. C. & S. F. R. R. Co. Survey a distance of 950 varas;
- 8 THENCE, North 950 varas to a point;
- 9 THENCE, East 950 varas to a point in the East line of Section
- 10 98 and the West line of Section 97, Block C-6, G. C. & S. F. R. R. Co.
- 11 Survey in Donley County, Texas;
- 12 THENCE, North with the said West line of Section 97, Block
- 13 C-6, G. C. & S. F. R. R. Co. Survey 354.75 varas;
- 14 THENCE, East 950 varas to a point;
- THENCE, South 354.75 varas to a point;
- THENCE, East 950 varas to a point in the West line of Section
- 17 96, Block C-6, G. C. & S. F. R. R. Co. Survey in Donley County,
- 18 Texas;
- 19 THENCE, South with the said West line of Section 96, Block
- 20 C-6, G. C. & S. F. R. R. Co. Survey to its Southwest corner and the
- 21 Northwest corner of Section 101, Block C-6, G. C. & S. F. R. R. Co.
- 22 Survey in Donley County, Texas;
- THENCE, East with the North line of said Section 101, Block
- 24 C-6, G. C. & S. F. R. R. Co. Survey to its Northeast corner;
- THENCE, South with the East line of said Section 101, Block
- 26 C-6, G. C. & S. F. R. R. Co. Survey 1,600 varas;
- 27 THENCE, East to a point in the East line of Section 134, Block
- 28 E, D. & P. R. R. Co. Survey in Donley County, Texas;
- THENCE, South with the West lines of Sections 134 and 135,
- 30 Block E, D & P. R. R. Co. Survey in Donley County, Texas, to the
- 31 Southeast corner of said Section 135;
- THENCE, East across Theo W. Wheeler Survey in Donley County,
- 33 Texas, to the Northeast corner of Section 50, Block 20, H. & G. N. R.
- 34 R. Co. Survey in Donley County, Texas;

- 1 THENCE, South with the East line of said Section 50, Block 20,
- 2 H. & G. N. R. R. Co. Survey to its Southeast corner and the Northwest
- 3 corner of Section 32, Block 20, H. & G. N. R. R. Co. Survey in Donley
- 4 County, Texas;
- 5 THENCE, East with the North line of said Section 32, Block 20,
- 6 H. & G. N. R. R. Co. Survey to the Northeast corner of said Section
- 7 32;
- 8 THENCE, South with the East line of said Section 32, Block 20,
- 9 H. & G. N. R. R. Co. Survey to its Southeast corner and also the
- 10 Northwest corner of Section 28, Block 20, H. & G. N. R. R. Co. Survey
- 11 in Donley and Hall Counties, Texas;
- 12 THENCE, East to the Northeast corner of said Section 28,
- 13 Block 20, H. & G. N. R. R. Co. Survey;
- 14 THENCE, South with the East line of said Section 28 and
- 15 Section 13, Block 20, H. & G. N. R. R. Co. Survey in Hall County,
- 16 Texas, to the Southeast corner of said Section 13;
- 17 THENCE, West to the Northeast corner of Section 9, Block 20,
- 18 H. & G. N. R. R. Co. Survey in Hall County, Texas;
- 19 THENCE, South with the East lines of said Section 9, Block 20,
- 20 and Sections 99, 62, and 59, Block 18, H. & G. N. R. R. Co. Survey in
- 21 Hall County, Texas, to the Southeast corner of said Section 59 and
- 22 the Northwest corner of Section 23, Block 18, W. & N. W. R. R. Co.
- 23 Survey in Hall County, Texas;
- THENCE, East with the North line of said Section 23, Block 18,
- 25 H. & G. N. R. R. Co. Survey 950 varas;
- 26 THENCE, South 950 varas to a point;
- 27 THENCE, East 950 varas to a point in the East line of said
- 28 Section 23, Block 18, H. & G. N. R. R. Co. Survey;
- THENCE, South with the East lines of Sections 23 and 18, Block
- 30 18, H. & G. N. R. R. Co. Survey in Hall County, Texas, to the
- 31 Southeast corner of said Section 18;
- 32 THENCE, West to the Northwest corner of Section 116, Block 1,
- 33 S. P. Ry. Co. Survey in Hall County, Texas;
- THENCE, South with the West line of said Section 116, Block 1,

- 1 S. P. Ry. Co. Survey to its Southwest corner and the Northwest
- 2 corner of Section 109, Block 1, S. P. Ry. Co. Survey in Hall County,
- 3 Texas;
- 4 THENCE, East with the North line of said Section 109, Block 1,
- 5 S. P. Ry. Co. Survey to its Northeast corner;
- 6 THENCE, East 950 varas to a point in the North line of Section
- 7 108, Block 1, S. P. Ry. Co. Survey in Hall County, Texas;
- 8 THENCE, South to a point in the South line of said Section
- 9 108, Block 1, S. P. Ry. Co. Survey and the North line of Section 9,
- 10 Block R, T. A. Thomson Survey in Hall County, Texas;
- 11 THENCE, East with the North line of said Section 9, Block R,
- 12 T. A. Thomson Survey to its Northeast corner;
- 13 THENCE, South with the East line of said Section 9, Block R,
- 14 T. A. Thomson Survey to its Southeast corner and the North line of
- 15 Section 67, Block 1, S. P. Ry. Co. Survey in Hall County, Texas;
- THENCE, East with the North lines of Sections 67 and 68, Block
- 17 1, S. P. Ry. Co. Survey in Hall County, Texas, to the Northeast
- 18 corner of said Section 68;
- 19 THENCE, South with the East lines of Sections 68 and 53, Block
- 20 1, S. P. Ry. Co. Survey in Hall County, Texas, to the Southeast
- 21 corner of said Section 530 on the North Bank of the Prairie Dog Town
- 22 Fork of Red River;
- THENCE, in a Northwesterly direction with the meanders of the
- 24 North bank of the Prairie Dog Town Fork of Red River to the PLACE OF
- 25 BEGINNING[+
- 26 are hereby in all things and in all respects ratified, confirmed,
- 27 approved and validated and said District shall embrace all land and
- 28 property contained within the area delineated by said boundaries.
- 29 It is hereby found and determined that all lands and other property
- 30 included within the aforesaid boundaries are and will be benefited
- 31 by the District and its improvements and it shall not be necessary
- 32 for the District to hold any exclusion hearings and no exclusions
- 33 shall be made].
- 34 SECTION 2.06. HUDSPETH COUNTY WATER CONTROL AND IMPROVEMENT

- 1 DISTRICT NO. 1. Section 2, Chapter 299, Acts of the 56th
- 2 Legislature, Regular Session, 1959, is amended to read as follows:
- 3 Sec. 2. The boundaries of the Hudspeth County Water Control
- 4 and Improvement [said] District No. 1 are [heretofore and herein
- 5 established] as follows:
- A tract of 2405 acres of land in Hudspeth County, Texas known
- 7 as the SW1/4 of Sur. No. 2 and the S1/2 of Sur. No. 3, Blk. No. 59, P.
- 8 S. L., the W1/2 of Sur. No. 2, Sur. No. 3, the E1/2 of Sur. No. 4, the
- 9 NE1/4 of Sur. No. 7, the NE1/4 of Sur. No. 8 and the NW1/4 of Sur.
- 10 No. 9, Blk. No. 61-1/2, Public School Land Surveys, including all
- 11 land that would normally inure to said surveys, and is situated at
- 12 the county site.
- Beginning at an iron pipe at the NE corner of Sur. No. 4, Blk.
- 14 No. 61-1/2 P. S. L.;
- Thence West 950 vrs with the North line of said Sur. No. 4, to
- 16 the NW corner of the E1/2 of said survey, for a NW corner of this
- 17 tract.
- Thence South at 1900 vrs, the SW corner of the E1/2 of said
- 19 Sur. No. 4 and the NW corner of the NE1/4 of Sur. No. 7 and at 2850
- 20 vrs the SW corner of the NE1/4 of said Sur. No. 7, for a SW corner of
- 21 this tract.
- Thence East 950 vrs to the SE corner of the NE1/4 of said Sur.
- 23 No. 7 in the East line of said survey, for a corner of this tract.
- Thence North 950 vrs with the East line of said Sur. No. 7 to
- 25 the NE corner of same, and the NW corner of Sur. No. 8, for a corner
- 26 of this tract.
- Thence East 950 vrs with the North line of Sur. No. 8, to the
- 28 NW corner of the NE1/4 of said survey for a corner of this tract.
- Thence South 950 vrs to the SW corner of the NE1/4 of said
- 30 Sur. No. 8, for a corner of this tract.
- 31 Thence East at 950 vrs the SE corner of the NE1/4 of said Sur.
- 32 No. 8, and the SW corner of the NW1/4 of Sur. No. 9, and at 1900 vrs
- 33 the SE corner of the NW1/4 of said Sur. No. 9, for the SE corner of
- 34 this tract.

- 1 Thence North at 950 vrs. the NE corner of the NW1/4 of said
- 2 Sur. No. 9 and the SE corner of the W1/2 of Sur. No. 2, at 2850 vrs
- 3 the NE corner of the W1/2 of said Sur. No. 2, Blk. No. 61-1/2 in the
- 4 South line of Blk. No. 59, for a corner of this tract.
- 5 Thence East 300 vrs with the South line of said Blk. No. 59,
- 6 to the SE corner of the SW1/4 of Sur. No. 2, said Blk. No. 59 for a
- 7 corner of this tract.
- 8 Thence North 1427.5 vrs to the NE corner of the SW1/4 of said
- 9 Sur. No. 2, for the NE corner of this tract.
- 10 Thence West at 850 vrs the NW corner of the SW1/4 of said Sur.
- 11 No. 2, and the NE corner of the S1/2 of Sur. No. 3, and at 2550 vrs
- 12 the NW corner of the S1/2 of said Sur. No. 3, for a NW corner of this
- 13 tract.
- Thence South 1427.5 vrs with the West line of said Sur. No. 3,
- 15 to the SW corner of same, in the South line of Blk. No. 59 and the
- 16 North line of Blk. No. 61-1/2, for a corner of this tract.
- 17 Thence West 600 vrs with the North line of said Blk. No.
- 18 61-1/2 to the place of beginning[; are hereby in all things and in
- 19 all respects ratified, confirmed, approved and validated and said
- 20 District shall embrace all land and property contained within the
- 21 area delineated by said boundaries. It is hereby found and
- 22 determined that all lands and other property included within the
- 23 aforesaid boundaries are and will be benefited by the District and
- 24 its improvements].
- 25 REPEALERS
- 26 SECTION 3.01. SABINE PASS PORT AUTHORITY. The following
- 27 statutes are repealed:
- 28 (1) Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, Chapter
- 29 379, Acts of the 63rd Legislature, Regular Session, 1973;
- 30 (2) Sections 2 and 3, Chapter 812, Acts of the 66th
- 31 Legislature, Regular Session, 1979; and
- 32 (3) Sections 2 and 3, Chapter 56, Acts of the 67th
- 33 Legislature, Regular Session, 1981.
- 34 SECTION 3.02. PORT OF CORPUS CHRISTI AUTHORITY OF NUECES

- 1 COUNTY, TEXAS. The following statutes are repealed:
- 2 (1) Chapter 165, Acts of the 67th Legislature, Regular
- 3 Session, 1981;
- 4 (2) Chapter 397, Acts of the 68th Legislature, Regular
- 5 Session, 1983;
- 6 (3) Section 2, Chapter 469, Acts of the 74th
- 7 Legislature, Regular Session, 1995; and
- 8 (4) Sections 1, 2, 3, and 4, Chapter 1334, Acts of the
- 9 78th Legislature, Regular Session, 2003.
- 10 SECTION 3.03. ORANGE COUNTY NAVIGATION AND PORT DISTRICT OF
- 11 ORANGE COUNTY, TEXAS. The following statutes are repealed:
- 12 (1) Chapter 370, Acts of the 53rd Legislature, Regular
- 13 Session, 1953; and
- 14 (2) Sections 2, 3, 4, and 5, Chapter 80, Acts of the
- 15 55th Legislature, Regular Session, 1957.
- 16 SECTION 3.04. CHAMBERS-LIBERTY COUNTIES NAVIGATION
- 17 DISTRICT. Chapter 1145, Acts of the 76th Legislature, Regular
- 18 Session, 1999, is repealed.
- 19 SECTION 3.05. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO.
- 20 319. Sections 1, 2, 4, 5, 6, 7, 8, 9, and 10, Chapter 787, Acts of
- 21 the 69th Legislature, Regular Session, 1985, are repealed.
- 22 SECTION 3.06. POLK COUNTY FRESH WATER SUPPLY DISTRICT NO.
- 23 2. Sections 1, 2, and 4, Chapter 814, Acts of the 75th Legislature,
- 24 Regular Session, 1997, are repealed.
- 25 SECTION 3.07. LAKEWAY MUNICIPAL UTILITY DISTRICT. Chapter
- 26 1272, Acts of the 75th Legislature, Regular Session, 1997, is
- 27 repealed.
- 28 SECTION 3.08. TANGLEWOOD FOREST LIMITED DISTRICT. Chapter
- 29 675, Acts of the 74th Legislature, Regular Session, 1995, is
- 30 repealed.
- 31 SECTION 3.09. THE WOODLANDS METRO CENTER MUNICIPAL UTILITY
- 32 DISTRICT. Chapter 322, Acts of the 72nd Legislature, Regular
- 33 Session, 1991, is repealed.
- 34 SECTION 3.10. BAYBROOK MUNICIPAL UTILITY DISTRICT NO. 1.

- 1 Chapter 1386, Acts of the 77th Legislature, Regular Session, 2001,
- 2 is repealed.
- 3 SECTION 3.11. SULPHUR RIVER BASIN AUTHORITY. The following
- 4 statutes are repealed:
- 5 (1) Chapter 3, Acts of the 69th Legislature, 1st
- 6 Called Session, 1985; and
- 7 (2) Sections 15 and 17, Chapter 276, Acts of the 85th
- 8 Legislature, Regular Session, 2017.
- 9 SECTION 3.12. PALO DURO WATER DISTRICT. The following
- 10 statutes are repealed:
- 11 (1) Chapter 438, Acts of the 63rd Legislature, Regular
- 12 Session, 1973;
- 13 (2) Sections 6, 7, 8, and 9, Chapter 115, Acts of the
- 14 64th Legislature, Regular Session, 1975;
- 15 (3) Sections 5 and 6, Chapter 17, Acts of the 68th
- 16 Legislature, Regular Session, 1983;
- 17 (4) Sections 2, 3, and 4, Chapter 651, Acts of the 70th
- 18 Legislature, Regular Session, 1987; and
- 19 (5) Section 13, Chapter 1046, Acts of the 85th
- 20 Legislature, Regular Session, 2017.
- 21 SECTION 3.13. LIVE OAK UNDERGROUND WATER CONSERVATION
- 22 DISTRICT. The following statutes are repealed:
- 23 (1) Chapter 715, Acts of the 71st Legislature, Regular
- 24 Session, 1989;
- 25 (2) Sections 1, 2, 4, and 5, Chapter 305, Acts of the
- 26 73rd Legislature, Regular Session, 1993; and
- 27 (3) Section 5, Chapter 653, Acts of the 85th
- 28 Legislature, Regular Session, 2017.
- 29 SECTION 3.14. HEMPHILL COUNTY UNDERGROUND WATER
- 30 CONSERVATION DISTRICT. The following statutes are repealed:
- 31 (1) Chapter 157, Acts of the 74th Legislature, Regular
- 32 Session, 1995; and
- 33 (2) Section 6, Chapter 208, Acts of the 85th
- 34 Legislature, Regular Session, 2017.

- 1 SECTION 3.15. FORT BEND COUNTY WATER CONTROL AND
- 2 IMPROVEMENT DISTRICT NO. 2. The following statutes are repealed:
- 3 (1) Sections 2, 3, 4, 5, 6, 7, 9, 10, 11, 12, 13, 14,
- 4 15, 16, 17, 18, 19, 20, 21, and 22, Chapter 312, Acts of the 57th
- 5 Legislature, Regular Session, 1961;
- 6 (2) Chapter 381, Acts of the 61st Legislature, Regular
- 7 Session, 1969; and
- 8 (3) Sections 3, 4, and 5, Chapter 669, Acts of the 84th
- 9 Legislature, Regular Session, 2015.
- 10 SECTION 3.16. BELL COUNTY WATER CONTROL AND IMPROVEMENT
- 11 DISTRICT NO. 5. The following statutes are repealed:
- 12 (1) Chapter 226, Acts of the 56th Legislature, Regular
- 13 Session, 1959; and
- 14 (2) Chapter 227, Acts of the 56th Legislature, Regular
- 15 Session, 1959.
- 16 SECTION 3.17. FANNIN COUNTY WATER CONTROL AND IMPROVEMENT
- 17 DISTRICT NO. 1. The following statutes are repealed:
- 18 (1) Chapter 65, Acts of the 57th Legislature, Regular
- 19 Session, 1961; and
- 20 (2) Chapter 275, Acts of the 58th Legislature, Regular
- 21 Session, 1963.
- 22 SECTION 3.18. FORT HANCOCK WATER CONTROL AND IMPROVEMENT
- 23 DISTRICT OF HUDSPETH COUNTY, TEXAS. Sections 1, 2, 3, 4, 6, 7, 8, 9,
- 24 9a, 10, and 11, Chapter 78, Acts of the 57th Legislature, Regular
- 25 Session, 1961, are repealed.
- 26 SECTION 3.19. HALL AND DONLEY COUNTIES WATER CONTROL AND
- 27 IMPROVEMENT DISTRICT NO. 1 OF HALL AND DONLEY COUNTIES. The
- 28 following statutes are repealed:
- 29 (1) Chapter 424, Acts of the 56th Legislature, Regular
- 30 Session, 1959; and
- 31 (2) Sections 1, 3, 4, 5, 6, and 7, Chapter 189, Acts of
- 32 the 59th Legislature, Regular Session, 1965.
- 33 SECTION 3.20. HUDSPETH COUNTY WATER CONTROL AND IMPROVEMENT
- 34 DISTRICT NO. 1. Sections 1, 3, 4, 5, 6, and 7, Chapter 299, Acts of

- 1 the 56th Legislature, Regular Session, 1959, are repealed.
- 2 GENERAL MATTERS
- 3 SECTION 4.01. LEGISLATIVE INTENT OF NO SUBSTANTIVE CHANGE.
- 4 This Act is enacted under Section 43, Article III, Texas
- 5 Constitution. This Act is intended as a codification only, and no
- 6 substantive change in the law is intended by this Act. This Act
- 7 does not increase or decrease the territory of any special district
- 8 of the state as those boundaries exist on the effective date of this
- 9 Act.
- 10 SECTION 4.02. PRESERVATION OF VALIDATION MADE BY PREVIOUS
- 11 LAW. (a) The repeal of a law, including a validating law, by this
- 12 Act does not remove, void, or otherwise affect in any manner a
- 13 validation under the repealed law. The validation is preserved and
- 14 continues to have the same effect that it would have if the law were
- 15 not repealed.
- 16 (b) Subsection (a) of this section does not diminish the
- 17 saving provisions prescribed by Section 311.031, Government Code.
- 18 SECTION 4.03. EFFECTIVE DATE. This Act takes effect April
- 19 1, 2021.

- 1 APPENDIX B
- 2 CHAPTER 311. CODE CONSTRUCTION ACT
- 3 (current as of end of 86th Legislature, Regular Session, 2019)
- 4 SUBCHAPTER A. GENERAL PROVISIONS
- 5 Sec. 311.001. SHORT TITLE. This chapter may be cited as the
- 6 Code Construction Act.
- 7 Sec. 311.002. APPLICATION. This chapter applies to:
- 8 (1) each code enacted by the 60th or a subsequent
- 9 legislature as part of the state's continuing statutory revision
- 10 program;
- 11 (2) each amendment, repeal, revision, and reenactment
- 12 of a code or code provision by the 60th or a subsequent legislature;
- 13 (3) each repeal of a statute by a code; and
- 14 (4) each rule adopted under a code.
- Sec. 311.003. RULES NOT EXCLUSIVE. The rules provided in
- 16 this chapter are not exclusive but are meant to describe and clarify
- 17 common situations in order to guide the preparation and
- 18 construction of codes.
- 19 Sec. 311.004. CITATION OF CODES. A code may be cited by its
- 20 name preceded by the specific part concerned. Examples of
- 21 citations are:
- 22 (1) Title 1, Business & Commerce Code;
- 23 (2) Chapter 5, Business & Commerce Code;
- 24 (3) Section 9.304, Business & Commerce Code;
- 25 (4) Section 15.06(a), Business & Commerce Code; and
- 26 (5) Section 17.18(b)(1)(B)(ii), Business & Commerce
- 27 Code.
- 28 Sec. 311.005. GENERAL DEFINITIONS. The following
- 29 definitions apply unless the statute or context in which the word or
- 30 phrase is used requires a different definition:
- 31 (1) "Oath" includes affirmation.
- 32 (2) "Person" includes corporation, organization,
- 33 government or governmental subdivision or agency, business trust,
- 34 estate, trust, partnership, association, and any other legal

- 1 entity.
- 2 (3) "Population" means the population shown by the
- 3 most recent federal decennial census.
- 4 (4) "Property" means real and personal property.
- 5 (5) "Rule" includes regulation.
- 6 (6) "Signed" includes any symbol executed or adopted
- 7 by a person with present intention to authenticate a writing.
- 8 (7) "State," when referring to a part of the United
- 9 States, includes any state, district, commonwealth, territory, and
- 10 insular possession of the United States and any area subject to the
- 11 legislative authority of the United States of America.
- 12 (8) "Swear" includes affirm.
- 13 (9) "United States" includes a department, bureau, or
- 14 other agency of the United States of America.
- 15 "Week" means seven consecutive days.
- 16 (11) "Written" includes any representation of words,
- 17 letters, symbols, or figures.
- 18 (12) "Year" means 12 consecutive months.
- 19 (13) "Includes" and "including" are terms of
- 20 enlargement and not of limitation or exclusive enumeration, and use
- 21 of the terms does not create a presumption that components not
- 22 expressed are excluded.
- Sec. 311.006. INTERNAL REFERENCES. In a code:
- 24 (1) a reference to a title, chapter, or section
- 25 without further identification is a reference to a title, chapter,
- 26 or section of the code; and
- 27 (2) a reference to a subtitle, subchapter, subsection,
- 28 subdivision, paragraph, or other numbered or lettered unit without
- 29 further identification is a reference to a unit of the next larger
- 30 unit of the code in which the reference appears.
- 31 SUBCHAPTER B. CONSTRUCTION OF WORDS AND PHRASES
- 32 Sec. 311.011. COMMON AND TECHNICAL USAGE OF WORDS. (a)
- 33 Words and phrases shall be read in context and construed according
- 34 to the rules of grammar and common usage.

- 1 (b) Words and phrases that have acquired a technical or
- 2 particular meaning, whether by legislative definition or
- 3 otherwise, shall be construed accordingly.
- 4 Sec. 311.012. TENSE, NUMBER, AND GENDER. (a) Words in the
- 5 present tense include the future tense.
- 6 (b) The singular includes the plural and the plural includes
- 7 the singular.
- 8 (c) Words of one gender include the other genders.
- 9 Sec. 311.013. AUTHORITY AND QUORUM OF PUBLIC BODY. (a) A
- 10 grant of authority to three or more persons as a public body confers
- 11 the authority on a majority of the number of members fixed by
- 12 statute.
- 13 (b) A quorum of a public body is a majority of the number of
- 14 members fixed by statute.
- Sec. 311.014. COMPUTATION OF TIME. (a) In computing a
- 16 period of days, the first day is excluded and the last day is
- 17 included.
- 18 (b) If the last day of any period is a Saturday, Sunday, or
- 19 legal holiday, the period is extended to include the next day that
- 20 is not a Saturday, Sunday, or legal holiday.
- 21 (c) If a number of months is to be computed by counting the
- 22 months from a particular day, the period ends on the same numerical
- 23 day in the concluding month as the day of the month from which the
- 24 computation is begun, unless there are not that many days in the
- 25 concluding month, in which case the period ends on the last day of
- 26 that month.
- Sec. 311.015. REFERENCE TO A SERIES. If a statute refers to
- 28 a series of numbers or letters, the first and last numbers or
- 29 letters are included.
- 30 Sec. 311.016. "MAY," "SHALL," "MUST," ETC. The following
- 31 constructions apply unless the context in which the word or phrase
- 32 appears necessarily requires a different construction or unless a
- 33 different construction is expressly provided by statute:
- 34 (1) "May" creates discretionary authority or grants

- 1 permission or a power.
- 2 (2) "Shall" imposes a duty.
- 3 (3) "Must" creates or recognizes a condition
- 4 precedent.
- 5 (4) "Is entitled to" creates or recognizes a right.
- 6 (5) "May not" imposes a prohibition and is synonymous
- 7 with "shall not."
- 8 (6) "Is not entitled to" negates a right.
- 9 (7) "Is not required to" negates a duty or condition
- 10 precedent.
- 11 SUBCHAPTER C. CONSTRUCTION OF STATUTES
- 12 Sec. 311.021. INTENTION IN ENACTMENT OF STATUTES. In
- 13 enacting a statute, it is presumed that:
- 14 (1) compliance with the constitutions of this state
- 15 and the United States is intended;
- 16 (2) the entire statute is intended to be effective;
- 17 (3) a just and reasonable result is intended;
- 18 (4) a result feasible of execution is intended; and
- 19 (5) public interest is favored over any private
- 20 interest.
- 21 Sec. 311.022. PROSPECTIVE OPERATION OF STATUTES. A statute
- 22 is presumed to be prospective in its operation unless expressly
- 23 made retrospective.
- Sec. 311.023. STATUTE CONSTRUCTION AIDS. In construing a
- 25 statute, whether or not the statute is considered ambiguous on its
- 26 face, a court may consider among other matters the:
- 27 (1) object sought to be attained;
- 28 (2) circumstances under which the statute was enacted;
- 29 (3) legislative history;
- 30 (4) common law or former statutory provisions,
- 31 including laws on the same or similar subjects;
- 32 (5) consequences of a particular construction;
- 33 (6) administrative construction of the statute; and
- 34 (7) title (caption), preamble, and emergency

- 1 provision.
- 2 Sec. 311.024. HEADINGS. The heading of a title, subtitle,
- 3 chapter, subchapter, or section does not limit or expand the
- 4 meaning of a statute.
- 5 Sec. 311.025. IRRECONCILABLE STATUTES AND AMENDMENTS. (a)
- 6 Except as provided by Section 311.031(d), if statutes enacted at
- 7 the same or different sessions of the legislature are
- 8 irreconcilable, the statute latest in date of enactment prevails.
- 9 (b) Except as provided by Section 311.031(d), if amendments
- 10 to the same statute are enacted at the same session of the
- 11 legislature, one amendment without reference to another, the
- 12 amendments shall be harmonized, if possible, so that effect may be
- 13 given to each. If the amendments are irreconcilable, the latest in
- 14 date of enactment prevails.
- 15 (c) In determining whether amendments are irreconcilable,
- 16 text that is reenacted because of the requirement of Article III,
- 17 Section 36, of the Texas Constitution is not considered to be
- 18 irreconcilable with additions or omissions in the same text made by
- 19 another amendment. Unless clearly indicated to the contrary, an
- 20 amendment that reenacts text in compliance with that constitutional
- 21 requirement does not indicate legislative intent that the reenacted
- 22 text prevail over changes in the same text made by another
- 23 amendment, regardless of the relative dates of enactment.
- 24 (d) In this section, the date of enactment is the date on
- 25 which the last legislative vote is taken on the bill enacting the
- 26 statute.
- (e) If the journals or other legislative records fail to
- 28 disclose which of two or more bills in conflict is latest in date of
- 29 enactment, the date of enactment of the respective bills is
- 30 considered to be, in order of priority:
- 31 (1) the date on which the last presiding officer
- 32 signed the bill;
- 33 (2) the date on which the governor signed the bill; or
- 34 (3) the date on which the bill became law by operation

- 1 of law.
- 2 Sec. 311.026. SPECIAL OR LOCAL PROVISION PREVAILS OVER
- 3 GENERAL. (a) If a general provision conflicts with a special or
- 4 local provision, the provisions shall be construed, if possible, so
- 5 that effect is given to both.
- 6 (b) If the conflict between the general provision and the
- 7 special or local provision is irreconcilable, the special or local
- 8 provision prevails as an exception to the general provision, unless
- 9 the general provision is the later enactment and the manifest
- 10 intent is that the general provision prevail.
- 11 Sec. 311.027. STATUTORY REFERENCES. Unless expressly
- 12 provided otherwise, a reference to any portion of a statute or rule
- 13 applies to all reenactments, revisions, or amendments of the
- 14 statute or rule.
- 15 Sec. 311.028. UNIFORM CONSTRUCTION OF UNIFORM ACTS. A
- 16 uniform act included in a code shall be construed to effect its
- 17 general purpose to make uniform the law of those states that enact
- 18 it.
- 19 Sec. 311.029. ENROLLED BILL CONTROLS. If the language of
- 20 the enrolled bill version of a statute conflicts with the language
- 21 of any subsequent printing or reprinting of the statute, the
- 22 language of the enrolled bill version controls.
- Sec. 311.030. REPEAL OF REPEALING STATUTE. The repeal of a
- 24 repealing statute does not revive the statute originally repealed
- 25 nor impair the effect of any saving provision in it.
- Sec. 311.031. SAVING PROVISIONS. (a) Except as provided by
- 27 Subsection (b), the reenactment, revision, amendment, or repeal of
- 28 a statute does not affect:
- 29 (1) the prior operation of the statute or any prior
- 30 action taken under it;
- 31 (2) any validation, cure, right, privilege,
- 32 obligation, or liability previously acquired, accrued, accorded,
- 33 or incurred under it;
- 34 (3) any violation of the statute or any penalty,

- 1 forfeiture, or punishment incurred under the statute before its
- 2 amendment or repeal; or
- 3 (4) any investigation, proceeding, or remedy
- 4 concerning any privilege, obligation, liability, penalty,
- 5 forfeiture, or punishment; and the investigation, proceeding, or
- 6 remedy may be instituted, continued, or enforced, and the penalty,
- 7 forfeiture, or punishment imposed, as if the statute had not been
- 8 repealed or amended.
- 9 (b) If the penalty, forfeiture, or punishment for any
- 10 offense is reduced by a reenactment, revision, or amendment of a
- 11 statute, the penalty, forfeiture, or punishment, if not already
- 12 imposed, shall be imposed according to the statute as amended.
- 13 (c) The repeal of a statute by a code does not affect an
- 14 amendment, revision, or reenactment of the statute by the same
- 15 legislature that enacted the code. The amendment, revision, or
- 16 reenactment is preserved and given effect as part of the code
- 17 provision that revised the statute so amended, revised, or
- 18 reenacted.
- 19 (d) If any provision of a code conflicts with a statute
- 20 enacted by the same legislature that enacted the code, the statute
- 21 controls.
- Sec. 311.032. SEVERABILITY OF STATUTES. (a) If any statute
- 23 contains a provision for severability, that provision prevails in
- 24 interpreting that statute.
- 25 (b) If any statute contains a provision for
- 26 nonseverability, that provision prevails in interpreting that
- 27 statute.
- 28 (c) In a statute that does not contain a provision for
- 29 severability or nonseverability, if any provision of the statute or
- 30 its application to any person or circumstance is held invalid, the
- 31 invalidity does not affect other provisions or applications of the
- 32 statute that can be given effect without the invalid provision or
- 33 application, and to this end the provisions of the statute are
- 34 severable.

- 1 Sec. 311.034. WAIVER OF SOVEREIGN IMMUNITY. In order to
- 2 preserve the legislature's interest in managing state fiscal
- 3 matters through the appropriations process, a statute shall not be
- 4 construed as a waiver of sovereign immunity unless the waiver is
- 5 effected by clear and unambiguous language. In a statute, the use
- 6 of "person," as defined by Section 311.005 to include governmental
- 7 entities, does not indicate legislative intent to waive sovereign
- 8 immunity unless the context of the statute indicates no other
- 9 reasonable construction. Statutory prerequisites to a suit,
- 10 including the provision of notice, are jurisdictional requirements
- 11 in all suits against a governmental entity.
- 12 Sec. 311.035. CONSTRUCTION OF STATUTE OR RULE INVOLVING
- 13 CRIMINAL OFFENSE OR PENALTY. (a) In this section, "actor" and
- 14 "element of offense" have the meanings assigned by Section 1.07,
- 15 Penal Code.
- 16 (b) Except as provided by Subsection (c), a statute or rule
- 17 that creates or defines a criminal offense or penalty shall be
- 18 construed in favor of the actor if any part of the statute or rule is
- 19 ambiguous on its face or as applied to the case, including:
- 20 (1) an element of offense; or
- 21 (2) the penalty to be imposed.
- (c) Subsection (b) does not apply to a criminal offense or
- 23 penalty under the Penal Code or under the Texas Controlled
- 24 Substances Act.
- 25 (d) The ambiguity of a part of a statute or rule to which
- 26 this section applies is a matter of law to be resolved by the judge.

1	APPENDIX C
2	DISPOSITION TABLE
3	SPECIAL DISTRICT LOCAL LAWS CODE
4	53rd Leg., R.S., Ch. 370
5	Sec. 1 (part)
6	(part)
7	(part)
8	(part)
9	Sec. 2 (part)
10	(part)
11	(part)
12	(part)
13	(part)
14	(part)
15	(part)
16	(part)
17	(part)
18	(part)
19	(part)
20	Sec. 2(j) (part)
21	(part)
22	Sec. 2A 5018.0110
23	Sec. 3 (part)
24	(part)
25	(part)
26	(part) 5018.0156
27	Sec. 4
28	Sec. 5 (part)
29	(part)
30	Sec. 6
31	Sec. 7
32	Sec. 8(a) (part)
33	(part) 5018.0052
34	(b) (part)

1	(part)
2	(part)
3	(c)
4	(d)
5	(e)
6	(f)
7	Sec. 9 (part)
8	(part)
9	Sec. 10 5018.0055
10	Sec. 11 (part)
11	(part)
12	(part)
13	Sec. 12 5018.0151
14	Sec. 13 5018.0054
15	Sec. 14(a) (part)
16	(part)
17	(part)
18	(b) (part)
19	(part)
20	(part)
21	(c) (part)
22	(part)
23	(part)
24	(part)
25	(part) RN(1) SubCh. E 5018.0208
26	(part) RN(2) SubCh. E 5018.0208
27	(part) RN(3) SubCh. E 5018.0208
28	(part) RN(4) SubCh. E 5018.0208
29	(part) RN(5) SubCh. E 5018.0208
30	(part) RN(6) SubCh. E 5018.0208
31	(d)
32	(e) (part)
33	(part)
34	(part) RN(5) SubCh. E 5018.0208

1	Sec. 15 (part)
2	(part)
3	Sec. 16 (part)
4	(part)
5	Sec. 17 (part)
6	(part)
7	Sec. 18
8	Sec. 19 5018.0004
9	Sec. 20
10	55th Leg., R.S., Ch. 80
11	Sec. 2
12	Sec. 3
13	Sec. 4
14	Sec. 5
15	56th Leg., R.S., Ch. 226
16	Sec. 1
17	56th Leg., R.S., Ch. 227
18	Sec. 1 (part)
19	(part)
20	56th Leg., R.S., Ch. 299
21	Sec. 1 (part)
22	(part)
23	(part)
24	(part)
25	(part)
26	Sec. 2 (part)
27	(part)
28	(part)
29	Sec. 3 (part)
30	(part)
31	Sec. 4 (part)
32	(part)
33	Sec. 5
34	Sec. 6

1	Sec. 7 (part)
2	(part)
3	(part)
4	(part)
5	56th Leg., R.S., Ch. 424
6	Sec. 1 (part)
7	(part)
8	(part)
9	(part)
10	(part)
11	Sec. 2 (part)
12	(part)
13	(part)
14	Sec. 3
15	Sec. 4 (part)
16	(part)
17	Sec. 5
18	Sec. 6
19	Sec. 7 (part)
20	(part)
21	57th Leg., R.S., Ch. 65
22	Sec. 1 (part)
23	(part)
24	(part)
25	(part)
26	Sec. 2 (part)
27	(part)
28	(part)
29	(part)
30	Sec. 3 (part)
31	(part)
32	(part)
33	(part)
34	57th Leg., R.S., Ch. 78

1	Sec.	1	•					•		•	•	•		•		•		•	•	.RN(1) EOC 9079.0202
2	Sec.	2	•					•		•	•	•		•		•		•	•	.RN(2) EOC 9079.0202
3	Sec.	3	•	•			•		•	•	•				•	•		•	•	9079.0001
4	Sec.	4	(p	ar	t)		•	•			•				•	•	•	•	•	9079.0051
5			(p	ar	t)		•	•			•				•	•	•	•	•	9079.0052
6			(p	ar	t)			•	•					•	•	•	•	•	•	RN(1) 9079.0052
7			(p	ar	t)										•	•	•	•	•	RN(2) 9079.0052
8			(p	ar	t)		•	•			•				•	•	•	•	•	.RN(3) EOC 9079.0202
9	Sec.	6	(p	ar	t)			•			•					•		•	•	9079.0201
10			(p	ar	t)		•	•			•				•	•	•	•	•	9079.0202
11	Sec.	7	•	•			•	•	•		•				•	•	•	•	•	.RN(4) EOC 9079.0202
12	Sec.	8	•	•					•						•	•	•	•	•	9079.0151
13	Sec.	9	•					•	•		•					•		•	•	9079.0002
14	Sec.	9 <i>a</i>	ı .	•			•	•	•	•	•	•	•	•	•	•	•	•	•	9079.0102
15	Sec.	10) (ра	rt).		•		•	•			•		•		•	•	9079.0101
16			(]	рa	rt).		•		•	•	•		•		•		•	•	RN(5) 9079.0101
17	Sec.	11					•	•		•		•	•			•				.RN(5) EOC 9079.0202
18	57th Leg.,																			
18 19	57th Leg.,	R.\$	S.,	С	h.	3	12	•			•		•			•		•	•	9075.0001
	_	R.\$	S.,	C ar	h. t)	3	12	•						• •	•					
19	_	R.9	S.,	C ar	h. t)	3	12							• •	•					
19 20	Sec.	R.S 1	S.,	C ar	h. t)	3	12							• •	•					9075.0004
19 20 21	Sec.	R.S 1	S.,	C ar	h. t)	3	12							• •						9075.0004
19 20 21 22	Sec. Sec.	1 2 3 4	S.,	C ar	h. t)	3	12								•			•	•	9075.0004 9075.0002 .RN(1) EOC 9075.0064
19 20 21 22 23	Sec. Sec. Sec.	R.S 1 2 3 4 5	S.,	C ar	h. t)	3	12											•	•	9075.0004 9075.0002 .RN(1) EOC 9075.0064 .RN(2) EOC 9075.0064
19 20 21 22 23 24	Sec. Sec. Sec. Sec.	R.S 1 2 3 4 5 6	S.,	C ar	h. t)	3	12												. 1	
19 20 21 22 23 24 25	Sec. Sec. Sec. Sec. Sec. Sec.	R.S 1 2 3 4 5 6	S.,	C ar	h. t)	3	12												. 1	
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19 20 21 22 23 24 25 26 27 28	Sec. Sec. Sec. Sec. Sec. Sec. Sec. Sec.	R.S. 1 2 3 4 5 6 7 9 10	(p) (p) · · · · · · · · · · · · · · · · · · ·	C ar	h. t)	3	12												. 1	
19 20 21 22 23 24 25 26 27 28 29	Sec. Sec. Sec. Sec. Sec. Sec. Sec. Sec.	R.S. 1 2 3 4 5 6 7 9 10 11	(p) (p)	C ar	h. t)	3	12												. 1	
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19	(part) RN(2) SubCh. F 8508.0259
20	(part)
21	(part) RN(4) SubCh. F 8508.0259
22	(part)
23	(d) (part)
24	(part)
25	(e)
26	(f)
27	Sec. 49 (part)
28	(part)
29	Sec. 50(a) (part)
30	(part) RN(8) SubCh. F 8508.0259
31	(b) (part) RN(7) SubCh. F 8508.0259
32	(part) RN(8) SubCh. F 8508.0259
33	(c) (part) RN(7) SubCh. F 8508.0259
34	(part) RN(8) SubCh. F 8508.0259

2 Sec. 52	9.0315
4 Sec. 2	
5 Sec. 3	
6 71st Leg., R.S., Ch. 715	9.0315
7 Sec. 1	
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8 Sec. 2	3.0001
9 Sec. 3	3.0003
10 Sec. 4	3.0002
11 Sec. 5	3.0101
12 Sec. 6	3.0102
13 Sec. 9	3.0151
14 Sec. 10	3.0151
15 Sec. 11	3.0053
16 Sec. 12(a)	3.0051
17 (b)	3.0055
18 (c) (part)	3.0052
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34 Sec. 5(a)	3.0151

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3	74th Leg., R.S., Ch. 157
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10	Sec. 5(a) (part)
11	(part)
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18	Sec. 9
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20	Sec. 2
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22	Sec. 1
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25	Sec. 1 (part)
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28	Sec. 2
29	Sec. 3 (part)
30	Sec. 4
31	75th Leg., R.S., Ch. 1272
32	Sec. 1
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2	Sec. 5
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4	Sec. 1(a)
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11	Sec. 1 (part)
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27	Sec. 1
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1	Sec. 4(a)
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5	Sec. 6 RN EOC 8894.0102
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7	Sec. 15(a)
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11	Sec. 17
12	85th Leg., R.S., Ch. 653
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1 5	Coc 13 PM(5) FOC 9509 0311