#### REVISOR'S REPORT

# A NONSUBSTANTIVE REVISION OF LOCAL LAWS RELATING TO SPECIAL DISTRICTS

Submitted to the 87th Legislature
as part of the
Texas Legislative Council's
Statutory Revision Program

Austin, Texas
2021

#### 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 The process involves reclassifying and rearranging the statutes in a more logical order, eliminating repealed, invalid, duplicative, and other ineffective provisions while employing a format and numbering system that will accommodate future expansion of the law, and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 914, Acts of the 87th Legislature, Regular Session, 2021, 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 Revised Law, which is the text of the new law, and then provides the  $\underline{\text{Source Law}}$ , 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 Revisor's Note 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, 2023, 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 a conforming amendment to a statute. The amendment, also enacted into law by Chapter 914, Acts of the 87th Legislature, Regular Session, 2021, is printed in Appendix A to the revisor's report. Appendix A also includes a section listing the laws repealed effective April 1, 2023, 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.

This revision project is under the direction of Stephen Loomis, Legislative Counsel, of the Texas Legislative Council's legal division staff. Questions may be directed to Mr. Loomis at P.O. Box 12128, Capitol Station, Austin, Texas 78711-2128, or by telephone at (512) 463-1151.

1	SPECIAL DISTRICT LOCAL LAWS CODE
2	TITLE 6. WATER AND WASTEWATER
3	SUBTITLE E. LEVEE IMPROVEMENT DISTRICTS
4	CHAPTER 7817. DENTON COUNTY LEVEE IMPROVEMENT DISTRICT
5	NO. 1 OF DENTON AND DALLAS COUNTIES, TEXAS
6	SUBTITLE F. MUNICIPAL UTILITY DISTRICTS
7	CHAPTER 7886. SEBASTIAN MUNICIPAL UTILITY DISTRICT
8	SUBTITLE G. RIVER AUTHORITIES
9	CHAPTER 8510. RED RIVER AUTHORITY OF TEXAS
10	CHAPTER 8511. NUECES RIVER AUTHORITY
11	SUBTITLE I. WATER CONTROL AND IMPROVEMENT DISTRICTS
12	CHAPTER 9088. CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT
13	DISTRICT NO. 1
14	TITLE 6. WATER AND WASTEWATER
15	SUBTITLE E. LEVEE IMPROVEMENT DISTRICTS
16	CHAPTER 7817. DENTON COUNTY LEVEE IMPROVEMENT DISTRICT NO. 1
17	OF DENTON AND DALLAS COUNTIES, TEXAS
18	SUBCHAPTER A. GENERAL PROVISIONS
19	Sec. 7817.0101. DEFINITIONS
20	Sec. 7817.0102. NATURE OF DISTRICT 2
21	Sec. 7817.0103. TERRITORY
22	Sec. 7817.0104. ANNEXATION OF TERRITORY
23	Sec. 7817.0105. APPLICABILITY OF OTHER LAW 4
24	SUBCHAPTER B. POWERS AND DUTIES
25	Sec. 7817.0201. AUTHORITY TO UNDERTAKE IMPROVEMENT
26	PROJECTS OR SERVICES
27	Sec. 7817.0202. COMPACTED FILL AUTHORITY 6
28	SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS
29	Sec. 7817.0301. ASSESSMENTS; LIENS FOR ASSESSMENTS 7
30	Sec. 7817.0302. AUTHORITY TO IMPOSE SPECIAL
31	ASSESSMENTS FOR CERTAIN IMPROVEMENT
32	PROJECTS OR SERVICES 8

1	Sec. 7817.0303. PETITION REQUIRED FOR FINANCING
2	IMPROVEMENT PROJECTS OR SERVICES
3	THROUGH ASSESSMENTS9
4	Sec. 7817.0304. IMPACT FEE AND ASSESSMENT EXEMPTIONS 10
5	Sec. 7817.0305. BONDS AND OTHER OBLIGATIONS
6	CHAPTER 7817. DENTON COUNTY LEVEE IMPROVEMENT DISTRICT NO. 1
7	OF DENTON AND DALLAS COUNTIES, TEXAS
8	SUBCHAPTER A. GENERAL PROVISIONS
9	Revised Law
10	Sec. 7817.0101. DEFINITIONS. In this chapter:
11	(1) "Board" means the district's board of directors.
12	(2) "District" means the Denton County Levee
13	Improvement District No. 1 of Denton and Dallas Counties, Texas.
14	(Acts 69th Leg., R.S., Ch. 473, Sec. 1.)
15	Source Law
16 17 18 19 20 21	Sec. 1. In this Act:  (1) "District" means the Denton County Levee Improvement District No. 1 of Denton and Dallas Counties, Texas.  (2) "Board" means the district's board of directors.
22	Revised Law
23	Sec. 7817.0102. NATURE OF DISTRICT. The district is:
24	(1) a levee improvement district created under and
25	essential to accomplish the purposes of Section 59, Article XVI,
26	Texas Constitution; and
27	(2) a political subdivision of this state. (Acts 69th
28	Leg., R.S., Ch. 473, Sec. 3.)
29	Source Law
30 31 32 33 34 35	Sec. 3. (a) The district is a levee improvement district created under and essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution.  (b) The district is a political subdivision of the State of Texas and a body corporate and politic.
36	Revisor's Note
37	Section 3, Chapter 473, Acts of the 69th
38	Legislature, Regular Session, 1985, provides that the
39	district is a levee improvement district created under

- Section 59, Article XVI, Texas Constitution, which 1
- the creation of 2 authorizes conservation
- 3 reclamation districts in this state. Section 3 also
- 4 states that the district is "a body corporate and
- 5 politic." The revised law omits the quoted language
- 6 because it duplicates a portion of Section 59(b),
- Article XVI, Texas Constitution. 7
- 8 Revised Law
- Sec. 7817.0103. TERRITORY. The district boundaries form a 9
- closure. (Acts 69th Leg., R.S., Ch. 473, Sec. 2 (part).) 10
- 11 Source Law
- 12 [The district . . .] Sec. 2.
- boundaries are declared to form a closure. 13
- 14 Revised Law
- 15 Sec. 7817.0104. ANNEXATION OF TERRITORY. (a) The district
- may annex any territory the owner of which petitions for annexation 16
- 17 by the method prescribed by Section 49.301, Water Code.
- 18 (b) At least 30 days before acting on a petition for
- 19 annexation, the district shall notify all municipalities within
- whose boundaries the district or the land described in the petition 20
- is located. The notification must: 2.1
- 22 (1)be in writing;
- specify the time and place of the meeting to 23 (2)
- consider the petition; 2.4
- 25 (3) invite the municipality to appear at the meeting;
- 26 and
- 27 (4)include a copy of the petition.
- 28 Notwithstanding any other provision of this chapter,
- the district may annex only territory with a boundary contiguous to 29
- a district boundary. (Acts 69th Leg., R.S., Ch. 473, Sec. 5.) 30
- 31 Source Law
- Sec. 5. The district may annex any territory, the owner of which petitions for annexation by the method prescribed by Sections 54.711 through 54.715, 32
- 33 34
- 35 Water Code, as amended. Not less than 30 days prior to
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- taking action on a petition for annexation, the district shall notify all municipalities within whose 37

boundaries the district or the land described in the petition is located. The notification shall be in writing, shall specify the time and place of the meeting at which the petition is to be considered, shall invite the municipalities to appear at the meeting, and shall enclose a copy of the petition. Notwithstanding anything herein to the contrary, the district may not annex any territory whose boundary is not contiguous to that of the district.

#### Revisor's Note

5, Section Chapter 473, Acts of the 69th Legislature, Regular Session, 1985, authorizes the district to annex territory the owner of petitions for annexation by the method prescribed by 54.711 through 54.715, Water "Sections Code, amended." The revised law substitutes for that reference a reference to Section 49.301, Water Code, because Chapter 715, Acts of the 74th Legislature, Regular Session, 1995, repealed Sections through 54.715, Water Code, and enacted Section 49.301 of that code to govern the addition of land to certain districts by the petition of the landowner. Section 49.301, Water Code, applies to the district under Sections 49.001 and 49.002 of that code. The revised law omits "as amended" because under Section 311.027, Government Code (Code Construction Act), a reference to a statute applies to all reenactments, revisions, amendments of statute oΥ that unless expressly provided otherwise.

#### Revised Law

Sec. 7817.0105. APPLICABILITY OF OTHER LAW. Chapters 49 and 57, Water Code, apply to the district except to the extent this chapter constitutes a modification of general law. (Acts 69th Leg., R.S., Ch. 473, Sec. 6.)

#### Source Law

Sec. 6. Chapters 49 and 57, Water Code, apply to the district except to the extent this Act constitutes a modification of the provisions of the general law.

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Revisor's Note (End of Subchapter) 1 2 3 473, Section 2, Chapter Acts of the 69th Legislature, Regular Session, 1985, validates the 4 5 creation of the district and the actions of 6 district's board. The revised law omits the provision because it served its purpose on the day it took effect 7 8 and is executed law. Section 311.031(a)(2), Government Code (Code Construction Act), provides that 9 10 the repeal of a statute does not affect any validation previously made under the statute. 11 Therefore, the omission of the executed validation provision does not 12 affect the validation. The omitted law reads: 13 The creation of the district 14 Sec. 2. and the actions of its board of directors 15 16 are hereby validated in all respects and 17 SUBCHAPTER B. POWERS AND DUTIES 18 19 Revised Law 20 Sec. 7817.0201. AUTHORITY ТО UNDERTAKE IMPROVEMENT 21 PROJECTS OR SERVICES. (a) The board may undertake an improvement project or service that confers a special benefit on all or a 22 definable part of the district. 23 As needed to restore, preserve, or enhance the scenic 24 and aesthetic beauty of an area in the district, the district may 25 26 include in the improvement project or service the acquisition, 27 construction, or financing of: 28 (1)a drainage facility; a hiking and cycling trail; 29 (2) 30 a pedestrian walkway along or across a street, at (3) 31 grade or above or below the surface; 32 (4)landscaping; and 33 (5) other development. (Acts 69th Leg., R.S., Ch. 473, Secs. 6A(a), (c).) 34 35 Source Law

Sec. 6A. (a)

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The board may undertake

improvement project or service that confers a special benefit on all or a definable part of the district.

- needed for (c) As the restoration, preservation, or enhancement of the scenic aesthetic beauty of an area in the district, district may provide an improvement project or service under this section that may include the acquisition, construction, or financing of:
  - (1) a drainage facility;
  - (2) a hike and bike trail;
- (3) a pedestrian way along or across a street, at grade or above or below the surface;
  - (4) landscaping; and
  - (5) other development.

#### 15 Revised Law

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Sec. 7817.0202. COMPACTED FILL AUTHORITY. The district may include compacted fill in the district's reclamation plan and may spend money and issue bonds to the full extent otherwise authorized

19 by Chapters 49 and 57, Water Code, for payment of compacted fill.

20 (Acts 69th Leg., R.S., Ch. 473, Sec. 4.)

#### 21 Source Law

Sec. 4. The district shall have full power and authority to include compacted fill as part of its plan of reclamation and to expend funds and issue bonds, to the full extent otherwise authorized by Chapter 57, Water Code, as amended, for payment of compacted fill.

#### Revisor's Note

- (1) Section 4, Chapter 473, Acts of the 69th Legislature, Regular Session, 1985, provides that the district "shall have full power and authority to" exercise certain powers. The revised law substitutes "may" for the quoted language because, in context, the meaning is the same and "may" is more commonly used.
- (2) Section 4, Chapter 473, Acts of the 69th Legislature, Regular Session, 1985, refers to the district's authority to "expend funds." The revised law substitutes "spend money" for the quoted language because, in context, the meaning is the same and the latter is the more commonly used phrase.
- (3) Section 4, Chapter 473, Acts of the 69th Legislature, Regular Session, 1985, refers to "Chapter 57, Water Code, as amended." For the reader's

convenience, the revised law adds a reference to 1 2 Chapter 49, Water Code, because Chapter 715, Acts of the 74th Legislature, Regular Session, 1995, repealed 3 4 many provisions of Chapter 57 and enacted similar provisions in Chapter 49, Water Code, which applies to 5 the district under Sections 49.001 and 49.002 of that 6 chapter. The revised law omits "as amended" for the 7 reason stated in the revisor's note to 8 7817.0104. 9

10 SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS

#### 11 Revised Law

- 12 Sec. 7817.0301. ASSESSMENTS; LIENS FOR ASSESSMENTS. (a)
- 13 The board by resolution may impose an assessment for any purpose
- 14 authorized by this chapter.
- 15 (b) An assessment, including an assessment resulting from
- 16 an addition to or correction of the assessment roll by the district,
- 17 a reassessment, penalties and interest on an assessment or
- 18 reassessment, an expense of collection, and reasonable attorney's
- 19 fees incurred by the district are:
- 20 (1) a first and prior lien against the property
- 21 assessed;
- 22 (2) superior to any other lien or claim other than a
- 23 lien or claim for county, school district, or municipal ad valorem
- 24 taxes; and
- 25 (3) the personal liability of and a charge against the
- 26 property owners even if the owners are not named in the assessment
- 27 proceedings.
- 28 (c) The lien is effective from the date of the board's
- 29 resolution imposing the assessment until the date the assessment is
- 30 paid. The board may enforce the lien in the same manner that the
- 31 board may enforce an ad valorem tax lien against real property.
- 32 (Acts 69th Leg., R.S., Ch. 473, Sec. 6C.)
- 33 Source Law
- Sec. 6C. (a) The board by resolution may impose

and collect an assessment for any purpose authorized by this chapter.

- (b) An assessment, a reassessment, or an assessment resulting from an addition to or correction of the assessment roll by the district, penalties and interest on an assessment or reassessment, an expense of collection, and reasonable attorney's fees incurred by the district:
- (1) are a first and prior lien against the property assessed;
- (2) are superior to any other lien or claim other than a lien or claim for county, school district, or municipal ad valorem taxes; and
- (3) are the personal liability of and a charge against the owners of the property even if the owners are not named in the assessment proceedings.
- (c) The lien is effective from the date of the board's resolution imposing the assessment until the date the assessment is paid. The board may enforce the lien in the same manner that the board may enforce an ad valorem tax lien against real property.

#### Revisor's Note

Section 6C(a), Chapter 473, Acts of the 69th Legislature, Regular Session, 1985, states that the board by resolution may "impose and collect" an assessment. The revised law omits the reference to the authority to collect the assessment because the authority to impose the assessment necessarily implies the authority to collect it.

#### Revised Law

Sec. 7817.0302. AUTHORITY TO IMPOSE SPECIAL ASSESSMENTS FOR
CERTAIN IMPROVEMENT PROJECTS OR SERVICES. (a) The board may impose
a special assessment on property in the district based on the
benefit conferred by an improvement project or service under
Section 7817.0201 to pay all or part of the cost of the project or
service.

37 (b) Sections 375.111 through 375.124, Local Government 38 Code, apply to financing an improvement project or service under 39 Section 7817.0201. (Acts 69th Leg., R.S., Ch. 473, Secs. 6A(b), 40 (d).)

#### Source Law

42 (b) The board may impose and collect special 43 assessments on property in the district, based on the 44 benefit conferred by the project or service under this 45 section, to pay all or part of the cost of the project 46 or service.

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1 (d) Sections 375.111 through 375.124, Local Government Code, apply to the financing of an improvement project or service under this section.

#### Revisor's Note

- (1) Section 6A(b), Chapter 473, Acts of the 69th Legislature, Regular Session, 1985, states that the board may "impose and collect" an assessment. The revised law omits the reference to the authority to collect the assessment for the reason stated in the revisor's note to Section 7817.0301.
- 11 (2) Sections 6A(b) and (d), Chapter 473, Acts of 12 the 69th Legislature, Regular Session, 1985, refer to 13 a project or service "under this section." Section 6A 14 is revised in pertinent part in this chapter as Section 15 7817.0201, and the revised law is drafted accordingly.

#### 16 Revised Law

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- Sec. 7817.0303. PETITION REQUIRED FOR 17 FINANCING 18 IMPROVEMENT PROJECTS OR SERVICES THROUGH ASSESSMENTS. (a) The board may not finance an improvement project or service through an 19 20 assessment imposed under this chapter unless a written petition requesting that improvement or service has been filed with the 21 board. 2.2
- 23 (b) The petition must be signed by:
- (1) the owners of a majority of the assessed value of real property in the district subject to assessment according to the most recent certified appraisal rolls for Denton and Dallas Counties; or
- 28 (2) the owners of a majority of the surface area of 29 real property in the district subject to assessment as determined 30 by the board. (Acts 69th Leg., R.S., Ch. 473, Sec. 6B.)

#### 31 <u>Source Law</u>

- Sec. 6B. (a) The board may not finance a service or improvement project with assessments under this Act unless a written petition requesting that service or improvement has been filed with the board.
- 36 (b) A petition filed under Subsection (a) of this section must be signed by:
- 38 (1) the owners of a majority of the 39 assessed value of real property in the district

1 2 3 4 5 6	subject to assessment according to the most recent certified appraisal rolls for Denton and Dallas Counties; or  (2) the owners of a majority of the surface area of real property in the district subject to assessment as determined by the board.								
7	Revised Law								
8	Sec. 7817.0304. IMPACT FEE AND ASSESSMENT EXEMPTIONS. The								
9	district may not impose an impact fee or assessment on:								
10	(1) single-family residential property; or								
11	(2) the property, including the equipment,								
12	rights-of-way, facilities, or improvements, of:								
13	(A) an electric utility or a power generation								
14	company as defined by Section 31.002, Utilities Code;								
15	(B) a gas utility as defined by Section 101.003								
16	or 121.001, Utilities Code;								
17	(C) a telecommunications provider as defined by								
18	Section 51.002, Utilities Code; or								
19	(D) a person who provides to the public cable								
20	television or advanced telecommunications services. (Acts 69th								
21	Leg., R.S., Ch. 473, Secs. 6D, 6F.)								
22	Source Law								
23 24 25	Sec. 6D. The district may not impose an impact fee or assessment on single-family residential property.								
26 27 28 29 30 31 32 33 34 35 36 37 38	Sec. 6F. The district may not impose an impact fee or assessment on the property, including the equipment, rights-of-way, facilities, or improvements, of:  (1) an electric utility or a power generation company as defined by Section 31.002, Utilities Code;  (2) a gas utility as defined by Section 101.003 or 121.001, Utilities Code;  (3) a telecommunications provider as defined by Section 51.002, Utilities Code; or  (4) a person who provides to the public cable television or advanced telecommunications services.								
40	Revised Law								
41	Sec. 7817.0305. BONDS AND OTHER OBLIGATIONS. (a) The								
42	district may issue bonds or other obligations payable wholly or								
43	partly from ad valorem taxes, assessments, impact fees, revenue,								
44	grants, or other district money, or any combination of those								

- 1 sources, to pay for any authorized district purpose.
- 2 (b) In exercising the district's power to borrow, the
- 3 district may issue a bond or other obligation in the form of a bond,
- 4 note, certificate of participation or other instrument evidencing a
- 5 proportionate interest in payments to be made by the district, or
- 6 other type of obligation.

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- 7 (c) The district must obtain approval from the City of
- 8 Lewisville before issuing bonds under this section. (Acts 69th
- 9 Leg., R.S., Ch. 473, Sec. 6E.)

#### 10 <u>Source Law</u>

Sec. 6E. (a) The district may issue bonds or other obligations payable wholly or partly from ad valorem taxes, assessments, impact fees, revenue, grants, or other district money, or any combination of those sources, to pay for any authorized district purpose.

(b) In exercising the district's power to borrow, the district may issue a bond or other obligation in the form of a bond, note, certificate of participation or other instrument evidencing a proportionate interest in payments to be made by the district, or other type of obligation.

(c) The district must obtain approval by the City of Lewisville before issuing bonds under this section.

## Revisor's Note (End of Chapter)

Section 962, Acts of 6, Chapter the 80th 2007, Legislature, Regular Session, recites legislative findings regarding procedural requirements for legislation affecting the district under the constitution and other laws and rules, including providing proper legal notice and filing recommendations. The revised law omits those provisions 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 āll agencies, furnished to persons, officials, or entities to which they are required to be furnished under Section 59, Texas Article XVI, Constitution, Chapter 313, Government Code.

(b) The governor, one of the required recipients, has submitted the notice and

1 2 3 4 5 6 7 8 9 10 11 12 13 14	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.							
15	SUBTITLE F. MUNICIPAL UTILITY DISTRICTS							
16	CHAPTER 7886. SEBASTIAN MUNICIPAL UTILITY DISTRICT							
17	SUBCHAPTER A. GENERAL PROVISIONS							
18	Sec. 7886.0101. DEFINITIONS							
19	SUBCHAPTER B. POWERS AND DUTIES							
20	Sec. 7886.0201. QUALIFIED WATER SUPPLY CORPORATION 13							
21	Sec. 7886.0202. PETITION TO DISSOLVE DISTRICT 14							
22	Sec. 7886.0203. ELECTION RELATING TO DISSOLUTION OF							
23	DISTRICT							
24	Sec. 7886.0204. ELECTION RESULTS							
25	Sec. 7886.0205. AGREEMENT AND ORDER RELATING TO							
26	DISSOLUTION OF DISTRICT 18							
27	Sec. 7886.0206. AGREEMENT AND ORDER RELATING TO WATER							
28	AND WASTEWATER SERVICE 19							
29	Sec. 7886.0207. FILING REQUIREMENT							
30	CHAPTER 7886. SEBASTIAN MUNICIPAL UTILITY DISTRICT							
31	SUBCHAPTER A. GENERAL PROVISIONS							
32	Revised Law							
33	Sec. 7886.0101. DEFINITIONS. In this chapter:							
34	(1) "Board" means the district's board of directors.							
35	(2) "Corporation" means a qualified water supply							
36	corporation as described by Section 7886.0201.							
37	(3) "District" means the Sebastian Municipal Utility							
38	District.							
39	(4) "Utility commission" means the Public Utility							
40	Commission of Texas. (Acts 75th Leg., R.S., Ch. 516, Sec. 1; New.)							

1	Source Law
2 3 4 5 6 7 8 9	Sec. 1. In this Act:  (1) "Board" means the board of directors of the Sebastian Municipal Utility District.  (2) "District" means the Sebastian Municipal Utility District.  (3) "Corporation" means a qualified water supply corporation as described by Section 7 of this Act.
10	Revisor's Note
11	The definition of "utility commission" is added
12	to the revised law for drafting convenience and to
13	eliminate frequent, unnecessary repetition of the
14	substance of the definition.
15	SUBCHAPTER B. POWERS AND DUTIES
16	Revised Law
17	Sec. 7886.0201. QUALIFIED WATER SUPPLY CORPORATION. A
18	corporation is qualified to assume the district's debts,
19	liabilities, and obligations and assume ownership of the district's
20	assets and facilities if the corporation:
21	(1) is member-owned, member-controlled, and formed
22	under Chapter 67, Water Code; and
23	(2) possesses a valid certificate of public
24	convenience and necessity obtained under Section 13.246, Water
25	Code. (Acts 75th Leg., R.S., Ch. 516, Sec. 7.)
26	Source Law
27 28 29 30 31 32 33 34 35 36 37	Sec. 7. A corporation is qualified to assume the district's debts, liabilities, and obligations and assume ownership of the district's assets and facilities if the corporation:  (1) is member-owned and member-controlled and formed under Chapter 76, Acts of the 43rd Legislature, 1st Called Session, 1933 (Article 1434a, Vernon's Texas Civil Statutes); and  (2) possesses a valid certificate of public convenience and necessity obtained under Section 13.246, Water Code.
38	Revisor's Note
39	Section 7, Chapter 516, Acts of the 75th
40	Legislature, Regular Session, 1997, refers to "Chapter
41	76, Acts of the 43rd Legislature, 1st Called Session,
42	1933 (Article 1434a, Vernon's Texas Civil Statutes)."

- 1 Chapter 76, Acts of the 43rd Legislature, 1st Called
- 2 Session, 1933, was revised in 1997 as Chapter 67, Water
- 3 Code. The revised law is drafted accordingly.

#### 4 Revised Law

- 5 Sec. 7886.0202. PETITION TO DISSOLVE DISTRICT. (a) A
- 6 petition may be filed with the board requesting an election in the
- 7 district to decide if the board must enter into an agreement
- 8 described by Section 7886.0205(a).
- 9 (b) A petition filed under this section must be printed in
- 10 English and Spanish and read as follows:
- "We, the undersigned, being registered voters in the
- 12 Sebastian Municipal Utility District, request the board of
- 13 directors of the Sebastian Municipal Utility District to hold an
- 14 election to decide if the board must enter into an agreement with a
- 15 qualified water supply corporation in which the district's debts,
- 16 liabilities, obligations, assets, and facilities are transferred
- 17 to the qualified water supply corporation and the district is
- 18 dissolved." (Acts 75th Leg., R.S., Ch. 516, Sec. 4.)

## 19 <u>Source Law</u>

- Sec. 4. (a) A petition may be filed with the board requesting an election in the district to decide if the board must enter into an agreement as described by Subsection (a) of Section 2 of this Act.
  - (b) A petition filed under this section shall be printed in English and Spanish and read as follows:

"We, the undersigned, being registered voters in the Sebastian Municipal Utility District, request the board of directors of the Sebastian Municipal Utility District to hold an election to decide if the board must enter into an agreement with a qualified water supply corporation in which the district's debts, liabilities, obligations, assets, and facilities are transferred to the qualified water supply corporation and the district is dissolved."

## 35 <u>Revised Law</u>

- 36 Sec. 7886.0203. ELECTION RELATING TO DISSOLUTION OF
- 37 DISTRICT. (a) The board shall call an election as requested by a
- 38 petition filed under Section 7886.0202 only if:
- 39 (1) an election has not been held previously under
- 40 this section; and

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41 (2) the board determines that the petition is signed

- 1 by at least 10 percent of the registered voters in the district.
- 2 (b) The board shall make the determination under Subsection
- 3 (a)(2) not later than the seventh day after the date on which the
- 4 board receives the petition.
- 5 (c) The board shall hold an election required by Subsection
- 6 (a) on the first authorized uniform election date after the date the
- 7 board determines an election is required that allows sufficient
- 8 time for the board to comply with all applicable provisions of the
- 9 Election Code.
- 10 (d) The board shall publish notice of the election in a
- 11 newspaper of general circulation in the district once each week for
- 12 three weeks before the date the election is scheduled to be held.
- 13 (e) The ballot for an election ordered in response to a
- 14 petition filed under Section 7886.0202 must be printed in English
- 15 and Spanish and read as follows:
- 16 "By voting YES on this ballot, you are voting in favor of
- 17 requiring the Sebastian Municipal Utility District to enter into an
- 18 agreement with a qualified water supply corporation in which the
- 19 district's debts, liabilities, obligations, assets, and facilities
- 20 are transferred to the corporation and the district is dissolved.
- 21 By voting NO on this ballot, you are voting against requiring the
- 22 Sebastian Municipal Utility District to enter into such an
- 23 agreement." (Acts 75th Leg., R.S., Ch. 516, Secs. 5(a), (b), (c),
- 24 (d) (part), (e).)

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## 25 <u>Source Law</u>

- Sec. 5. (a) The board shall call an election as requested by a petition filed under Section 4 of this Act only if:
- (1) an election has not been held previously under this section; and
- (2) the board determines that the petition is signed by at least 10 percent of the registered voters in the district.
- (b) The board shall make the determination under Subsection (a)(2) of this section not later than the seventh day after the date on which the board receives the petition.
- (c) The board shall hold an election required by Subsection (a) of this section on the first authorized uniform election date after the date the board determines an election is required that allows sufficient time for the board to comply with all

applicable provisions of the Election Code.

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(d) The board shall publish notice of the election in a newspaper of general circulation in the district once each week for three weeks before the date the election is scheduled to be held. . . .

(e) The ballot for an election ordered in response to a petition filed under Section 4 of this Act shall be printed in English and Spanish and read as follows:

"By voting YES on this ballot, you are voting in favor of requiring the Sebastian Municipal Utility District to enter into an agreement with a qualified water supply corporation in which the district's debts, liabilities, obligations, assets, and facilities are transferred to the corporation and the district is dissolved. By voting NO on this ballot, you are voting against requiring the Sebastian Municipal Utility District to enter into such an agreement."

#### Revisor's Note

Section 5(d), Chapter 516, Acts of the 75th Legislature, Regular Session, 1997, requires notice of an election to enter into an agreement dissolving the district to include the "time and place of election" and "a description of the issue to be decided election." The revised law omits because they duplicate provisions provisions Section 4.004, Election Code, applicable to district under Section 1.002 of that code. The omitted law reads:

30 (d) . . . The notice must include:

(1) the time and place of the

32 election; and

(2) a description of the issue

to be decided by the election.

#### <u>Revised Law</u>

Sec. 7886.0204. ELECTION RESULTS. (a) If a majority of the voters vote in favor of the ballot proposition stated in Section 7886.0203(e), the board shall enter into an agreement described by Section 7886.0205(a) if:

- 40 (1) a corporation agrees to the terms specified by 41 Section 7886.0205(a); and
- 42 (2) the utility commission determines that the 43 corporation is capable of rendering adequate and continuous service 44 as required by Section 13.251, Water Code.
- 45 (b) If a majority of the voters vote against the ballot

- 1 proposition stated in Section 7886.0203(e), the board may not enter
- 2 into an agreement described by Section 7886.0205(a) before the
- 3 district conducts the first board election held after the date on
- 4 which the voters voted against the ballot proposition. (Acts 75th
- 5 Leg., R.S., Ch. 516, Secs. 5(f), (g).)

#### 6 <u>Source Law</u>

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- (f) If a majority of the electors vote in favor of the ballot proposition stated in Subsection (e) of this section, the board shall enter into an agreement as described by Subsection (a) of Section 2 of this Act if:
- (1) a corporation agrees to the terms specified by Subsection (a) of Section 2 of this  $\mathsf{Act};$  and
- (2) the Texas Natural Resource Conservation Commission determines that the corporation is capable of rendering adequate and continuous service as required by Section 13.251, Water Code.
- (g) If a majority of the electors vote against the ballot proposition stated in Subsection (e) of this section, the board may not enter into an agreement as described by Subsection (a) of Section 2 of this Act before the district conducts the first board election held after the date on which the electors voted against the ballot proposition.

#### Revisor's Note

- (1) Sections 5(f) and (g), Chapter 516, Acts of the 75th Legislature, Regular Session, 1997, refer to a majority vote of the "electors." The revised law substitutes "voters" for "electors" because the terms have the same meaning and "voters" is the term used in the Election Code.
- Section 5(f), Chapter 516, Acts of the 75th Legislature, Regular Session, 1997, authority exercised by the "Texas Natural Resource Conservation Commission." The name of the Texas Natural Resource Conservation Commission was changed to the Texas Commission on Environmental Quality by Chapter 965, Section 18.01, Acts of Legislature, Regular Session, 2001. The regulatory authority to grant and amend certificates of convenience and necessity and determine whether a

certificate holder is providing continuous 1 and adequate service was transferred from the Texas 2 Commission on Environmental Quality to the Public 3 4 Utility Commission of Texas by Chapters 170 and 171, Acts of the 83rd Legislature, Regular Session, 2013. 5 Throughout this chapter, the revised law substitutes a 6 7 reference to the utility commission for each reference Natural 8 "Texas Resource Conservation

3 to the "Texas Natural Resource Conservation

Commission" to reflect the name of the agency with the

10 relevant regulatory authority.

11 Revised Law

- 12 Sec. 7886.0205. AGREEMENT AND ORDER RELATING TO DISSOLUTION
- 13 OF DISTRICT. (a) A corporation may enter into an agreement with the
- 14 district to:

- 15 (1) accept assignment of the district's certificate of
- 16 public convenience and necessity obtained under Section 13.246,
- 17 Water Code, and any right obtained under the certificate, after the
- 18 utility commission determines that the corporation is capable of
- 19 rendering adequate and continuous service as required by Section
- 20 13.251, Water Code;
- 21 (2) assume the district's debts, liabilities, and
- 22 obligations;
- 23 (3) assume ownership of the district's assets and
- 24 facilities; and
- 25 (4) perform the district's functions and provide all
- 26 services previously provided by the district.
- 27 (b) If a corporation enters into an agreement described by
- 28 Subsection (a), the board shall issue an order that dissolves the
- 29 district.
- 30 (c) The district's dissolution becomes effective on the
- 31 30th day after the date the board issues the order dissolving the
- 32 district.
- 33 (d) On the effective date of the dissolution:
- 34 (1) all of the district's property and other assets are

- 1 transferred to the corporation;
- 2 (2) all of the district's debts, liabilities, and
- 3 other obligations are assumed by the corporation; and
- 4 (3) the district's certificate of public convenience
- 5 and necessity and any right obtained under the certificate is
- 6 assigned to the corporation in the manner prescribed by Section
- 7 13.251, Water Code. (Acts 75th Leg., R.S., Ch. 516, Sec. 2.)

#### 8 Source Law

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- Sec. 2. (a) A corporation may enter into an agreement with the district to:
  - (1) assume the district's debts, liabilities, and obligations;
  - (2) assume ownership of the district's assets and facilities:
  - (3) accept assignment of the district's certificate of public convenience and necessity obtained under Section 13.246, Water Code, and any right obtained under the certificate after the Texas Natural Resource Conservation Commission determines that the corporation is capable of rendering adequate and continuous service as required by Section 13.251, Water Code; and
  - (4) perform the district's functions and provide all services previously provided by the district.
  - (b) If a corporation enters into an agreement described by Subsection (a) of this section with the district, the board shall issue an order that dissolves the district.
  - (c) The dissolution of the district becomes effective on the 30th day after the date the board issues the order dissolving the district.
    - (d) On the effective date of the dissolution:
  - (1) all property and other assets of the district are transferred to the corporation;
  - (2) all debts, liabilities, and other obligations of the district are assumed by the corporation; and
  - (3) the district's certificate of public convenience and necessity and any right obtained under the certificate is assigned to the corporation in the manner prescribed by Section 13.251, Water Code.

#### Revised Law

- 44 Sec. 7886.0206. AGREEMENT AND ORDER RELATING TO WATER AND
- 45 WASTEWATER SERVICE. (a) A corporation may enter into an agreement
- 46 with the district to:
- 47 (1) assume the district's debts, liabilities, and
- 48 obligations relating to water and wastewater service;
- 49 (2) assume ownership of the district's assets and
- 50 facilities relating to water and wastewater service;

- 1 (3) apply to the utility commission to obtain a
- certificate of public convenience and necessity or an amendment to 2
- 3 a certificate under Section 13.244, Water Code, to render water and
- 4 wastewater service to the area served by the district; and
- 5 (4) perform the district's functions relating to water
- 6 and wastewater service and provide all services relating to those
- services previously provided by the district. 7
- 8 (b) If a corporation enters into an agreement described by
- 9 Subsection (a) and the utility commission grants to the corporation
- a certificate of public convenience and necessity as described by 10
- 11 Subsection (a)(3), the board shall issue an order transferring the
- district's debts, liabilities, obligations, assets, and facilities 12
- 13 relating to water and wastewater service to the corporation.
- On the 30th day after the date the board issues the order 14
- transferring the district's debts, liabilities, obligations, 15
- 16 assets, and facilities:
- 17 (1) all of the district's property and other assets
- 18 relating to water and wastewater service are transferred to the
- 19 corporation; and

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- 20 (2) all of the district's debts, liabilities,
- other obligations relating to water and wastewater service are 21
- 22 assumed by the corporation. (Acts 75th Leg., R.S., Ch. 516, Sec. 3.)

#### 23 Source Law

- Sec. 3. (a) A corporation may enter into an agreement with the district to:
  - (1) assume the
    - district's liabilities, and obligations relating to water and wastewater service;
    - assume ownership of the district's (2) assets and facilities relating to water and wastewater service;
    - apply to the Texas Natural Resource Conservation Commission to obtain a certificate of public convenience and necessity, or an amendment of a certificate, under Section 13.244, Water Code, to render water and wastewater service to the area served by the district; and
    - (4)perform the district's functions relating to water and wastewater service and provide all services relating to those services previously provided by the district.
    - If a corporation enters into an agreement (b) described by Subsection (a) of this section with the district and the Texas Natural Resource Conservation

Commission grants to the corporation a certificate of public convenience and necessity as described by Subdivision (3) of Subsection (a) of this section, the board shall issue an order transferring the district's debts, liabilities, obligations, assets, and facilities relating to water and wastewater service to the corporation.

(c) On the 30th day after the date the board issues the order transferring the district's debts, liabilities, obligations, assets, and facilities:

(2) all debts, liabilities, and other obligations of the district relating to water and wastewater service are assumed by the corporation.

## 17 Revised Law

- Sec. 7886.0207. FILING REQUIREMENT. (a) The board shall
- 19 file a copy of the agreement described by Section 7886.0205(a) and a
- 20 copy of the board's order dissolving the district issued under
- 21 Section 7886.0205(b) not later than the 15th day after the date the
- 22 board issues the order:
- 23 (1) with the Texas Commission on Environmental
- 24 Quality;

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- 25 (2) with the utility commission; and
- 26 (3) in the deed records of Willacy and Cameron
- 27 Counties.
- 28 (b) The board shall file a copy of the agreement described
- 29 by Section 7886.0206(a) and a copy of the board's order
- 30 transferring the district's obligations and assets issued under
- 31 Section 7886.0206(b) not later than the 15th day after the date the
- 32 board issues the order:
- 33 (1) with the Texas Commission on Environmental
- 34 Quality;
- 35 (2) with the utility commission; and
- 36 (3) in the deed records of Willacy and Cameron
- 37 Counties. (Acts 75th Leg., R.S., Ch. 516, Sec. 6.)

#### 38 <u>Source Law</u>

Sec. 6. The board shall file a copy of the agreement described by Subsection (a) of Section 2 or Subsection (a) of Section 3 of this Act, as appropriate, and a copy of the board's order dissolving the district issued under Subsection (b) of Section 2 of this Act, or a copy of the board's order transferring the district's obligations and assets

1 2 3 4 5 6 7 8	as appropri date the b order: Conservatio	r Subsection (b) of Section 3 of this Act, ate, not later than the 15th day after the oard issues the dissolution or transfer  (1) with the Texas Natural Resource on Commission; and (2) in the deed records of Willacy and onties.	
9		Revisor's Note	
10	Sectio	on 6, Chapter 516, Acts of the 75th	
11		Regular Session, 1997, refers to the	
12	"Texas Natu	ral Resource Conservation Commission." The	
13	revised la	w substitutes a reference to the Texas	
14	Commission	on Environmental Quality for "Texas Natural	
15	Resource C	onservation Commission" because Section	
16	12.081, Wat	ter Code, which applies to the district,	
17	grants that	agency the continuing right of supervision	
18	for water d	istricts.	
19		SUBTITLE G. RIVER AUTHORITIES	
20	СНАРТ	TER 8510. RED RIVER AUTHORITY OF TEXAS	
21	S	SUBCHAPTER A. GENERAL PROVISIONS	
22	Sec. 8510.0101.	DEFINITIONS	25
23	Sec. 8510.0102.	NATURE OF AUTHORITY	26
24	Sec. 8510.0103.	FINDINGS OF BENEFIT AND PUBLIC PURPOSE	27
25	Sec. 8510.0104.	REVIEW SCHEDULE UNDER SUNSET ACT	28
26	Sec. 8510.01045.	SUNSET REPORT AUDIT	29
27	Sec. 8510.0105.	TERRITORY	29
28	Sec. 8510.0106.	EFFECT OF OVERLAPPING TERRITORY	32
29	Sec. 8510.0107.	APPLICABILITY OF CHAPTER TO CERTAIN	
30		COUNTIES	33
31	Sec. 8510.0108.	APPLICABILITY OF CHAPTER TO BOWIE	
32		COUNTY	33
33	Sec. 8510.0109.	LIBERAL CONSTRUCTION OF CHAPTER	34
34	SUBCHAPTER B.	BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS	
35	Sec. 8510.0201.	MEMBERSHIP OF BOARD	35
36	Sec. 8510.0202.	TERMS	36
37	Sec. 8510.0203.	REMOVAL	37
38	Sec. 8510.0204.	VACANCY	38

1	Sec.	8510.0205.	OATH AND BOND REQUIREMENT FOR
2			DIRECTORS
3	Sec.	8510.0206.	COMPENSATION OF DIRECTORS 40
4	Sec.	8510.0207.	VOTING REQUIREMENT
5	Sec.	8510.0208.	OFFICERS
6	Sec.	8510.0209.	DIRECTOR TRAINING PROGRAM 43
7	Sec.	8510.0210.	MEETINGS 45
8	Sec.	8510.0211.	SEPARATION OF POLICYMAKING AND
9			MANAGEMENT FUNCTIONS
10	Sec.	8510.0212.	ATTORNEYS, AGENTS, AND EMPLOYEES 46
11	Sec.	8510.0213.	GENERAL MANAGER 40
12	Sec.	8510.0214.	DIRECTOR'S, OFFICER'S, OR EMPLOYEE'S
13			SURETY BOND
14	Sec.	8510.0215.	AUTHORITY'S OFFICE
15	Sec.	8510.0216.	RECORDS
16	Sec.	8510.0217.	COMPLAINTS
17	Sec.	8510.0218.	ALTERNATIVE DISPUTE RESOLUTION
18			PROCEDURES 49
19	Sec.	8510.0219.	PUBLIC TESTIMONY
20			SUBCHAPTER C. POWERS AND DUTIES
21	Sec.	8510.0301.	GENERAL POWERS
22	Sec.	8510.0302.	POWERS RELATING TO CONSERVATION AND
23			BENEFICIAL USE OF WATER 54
24	Sec.	8510.0303.	POWERS REGARDING CANALS, WATERWAYS,
25			AND RELATED FACILITIES 62
26	Sec.	8510.0304.	FEDERALLY CONSTRUCTED OR MAINTAINED
27			CANALS, WATERWAYS, AND FACILITIES 64
28	Sec.	8510.0305.	POWER TO CONTROL, DEVELOP, STORE, AND
29			USE WATER FOR NAVIGATIONAL USE 64
30	Sec.	8510.0306.	POWERS RELATING TO FLOODING 65
31	Sec.	8510.0307.	MASTER PLAN FOR DEVELOPMENT OF SOIL
32			AND WATER RESOURCES 66
33	Sec.	8510.0308.	POWERS RELATING TO PARKS AND
34			RECREATIONAL FACILITIES 6

1	Sec.	8510.0309.	POWERS RELATING TO WASTE FACILITIES;	
2			BONDS	68
3	Sec.	8510.0310.	ADDITIONAL POWERS OF AUTHORITY AND	
4			OTHER PERSONS; BONDS	70
5	Sec.	8510.0311.	POWERS RELATING TO CONTRACTS	79
6	Sec.	8510.0312.	POWERS RELATING TO WATER DISTRIBUTION	
7			PLANTS OR SYSTEMS	80
8	Sec.	8510.0313.	CONTRACTS FOR SALE AND DELIVERY OF	
9			WATER TO CERTAIN MUNICIPALITIES	81
10	Sec.	8510.0314.	ACQUISITION OF PROPERTY BY GIFT,	
11			PURCHASE, OR EMINENT DOMAIN	81
12	Sec.	8510.0315.	COST OF RELOCATING OR ALTERING	
13			PROPERTY	83
14	Sec.	8510.0316.	ACQUISITION OR OPERATION OF PROPERTY	84
15	Sec.	8510.0317.	LIMITATION ON PURCHASE OF GROUNDWATER	
16			RIGHTS	85
17	Sec.	8510.0318.	LIMITATION ON POWERS OF AUTHORITY	
18			REGARDING GROUNDWATER	86
19	Sec.	8510.0319.	LIMITATION ON POWERS AND DUTIES OF	
20			AUTHORITY; COMMISSION APPROVAL OF	
21			CERTAIN PLANS	87
22	Sec.	8510.0320.	LIMITATION ON POWER TO MANUFACTURE AND	
23			PRODUCE GASOHOL	88
24	Sec.	8510.0321.	SEAL	89
25		SUBCH	MAPTER D. GENERAL FINANCIAL PROVISIONS	
26	Sec.	8510.0401.	PROCEDURE FOR PAYMENT	90
27	Sec.	8510.0402.	RECEIPT OF MONEY	90
28	Sec.	8510.0403.	FISCAL YEAR	90
29	Sec.	8510.0404.	FILING OF AUDIT REPORT	90
30	Sec.	8510.0405.	ASSET MANAGEMENT PLAN	91
31	Sec.	8510.0406.	RATES AND CHARGES	92
32	Sec.	8510.0407.	CHANGES TO RATES AND CHARGES	94
33	Sec.	8510.0408.	NOTICE OF RIGHT TO APPEAL CHANGES TO	
34			RATES	9.5

1	Sec. 8510.0409. DEPOSITORY	96
2	Sec. 8510.0410. TAX NOT AUTHORIZED BY CHAPTER	97
3	SUBCHAPTER E. BORROWED MONEY OR GRANTS	
4	Sec. 8510.0501. POWER TO ISSUE OBLIGATIONS OR WARRANTS	99
5	Sec. 8510.0502. LOANS AND GRANTS	00
6	Sec. 8510.0503. POWER TO SEEK AND ACCEPT CONTRIBUTIONS1	00
7	Sec. 8510.0504. POWER TO ISSUE BONDS	01
8	Sec. 8510.0505. FORM OF BONDS	01
9	Sec. 8510.0506. MATURITY	02
10	Sec. 8510.0507. BONDS PAYABLE FROM REVENUE	02
11	Sec. 8510.0508. COMPENSATION RATES	03
12	Sec. 8510.0509. ADDITIONAL SECURITY	04
13	Sec. 8510.0510. USE OF BOND PROCEEDS	05
14	Sec. 8510.0511. APPOINTMENT OF RECEIVER	05
15	Sec. 8510.0512. REFUNDING BONDS	06
16	CHAPTER 8510. RED RIVER AUTHORITY OF TEXAS	
17	SUBCHAPTER A. GENERAL PROVISIONS	
18	Revised Law	
19	Sec. 8510.0101. DEFINITIONS. In this chapter:	
20	(1) "Authority" means the Red River Authority	of
21	Texas.	
22	(2) "Board" means the authority's board of directors.	•
23	(3) "Commission" means the Texas Commission	on
24	Environmental Quality.	
25	(4) "Director" means a board member. (Acts 56th Leg	٠,
26	R.S., Ch. 279, Sec. 1 (part); New.)	
27	Source Law	
28 29 30	Sec. 1 [district] to be known as "Red River Authority of Texas" (hereinafter referred to as the "Authority"),	
31	Revisor's Note	
32	The definitions of "board," "commission," and	
33	"director" are added to the revised law for drafting	
34		
34	convenience and to eliminate frequent, unnecessary	

#### Revised Law

Sec. 8510.0102. NATURE OF AUTHORITY. The authority is a conservation and reclamation district created under Section 59, Article XVI, Texas Constitution. (Acts 56th Leg., R.S., Ch. 279, Sec. 1 (part).)

#### Source Law

Sec. 1. Pursuant to and as expressly authorized by Article XVI, Section 59 of the Constitution of the State of Texas, there is hereby created within the State of Texas, in addition to the conservation and reclamation districts into which the state has heretofore been divided, a conservation and reclamation district [to be known as "Red River Authority of Texas" (hereinafter referred to as the "Authority")], which shall be a governmental agency of the State of Texas, a body politic and corporate.

#### Revisor's Note

- (1)Section 1, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority is "hereby created within the State of Texas, in addition to the conservation and reclamation districts into which the state has heretofore been divided." The revised law omits the reference to the district being "hereby created" as executed. revised law omits the reference to the district's creation "within the State of Texas, in addition to the conservation and reclamation 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 this state or that the authority is not in addition to other districts created in this state.
- (2) Section 1, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the authority as "a conservation and reclamation district," "a governmental agency of the State of Texas," and "a body politic and corporate." The revised law omits the references to "governmental"

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- 1 agency of the State of Texas" and "body politic and
- 2 corporate" because they duplicate part of Section
- 3 59(b), Article XVI, Texas Constitution.

#### 4 Revised Law

- 5 Sec. 8510.0103. FINDINGS OF BENEFIT AND PUBLIC PURPOSE.
- 6 (a) The authority is:
- 7 (1) essential to accomplish the purposes of Section
- 8 59, Article XVI, Texas Constitution; and
- 9 (2) created to serve a public use and benefit.
- 10 (b) All land and other property inside the authority's
- 11 boundaries will benefit from the authority.
- 12 (c) All of the authority's territory will benefit by the
- 13 exercise of the powers, rights, privileges, and functions conferred
- 14 by this chapter.
- 15 (d) This chapter addresses a subject in which this state is
- 16 interested. (Acts 56th Leg., R.S., Ch. 279, Secs. 2 (part), 30
- 17 (part).)

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#### 18 <u>Source Law</u>

- Sec. 2. . . It is hereby found and determined that all of the territory comprising said Authority will be benefited by the exercise of the powers, rights, privileges and functions conferred by this Act. . .
  - Sec. 30. [The Legislature hereby declares that the enactment hereof is in fulfillment of a duty conferred upon it by Section 59 of Article XVI of the Constitution of Texas, . . .;] that the Authority herein created is essential to the accomplishment of the purposes of said constitutional provision; and that this Act operates on a subject in which the state at large is interested. It is hereby found and determined that all of the lands and other property included within the boundaries of the Authority will be benefited and that the Authority is created to serve a public use and benefit. . . .

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

Section 30, Chapter 279, Acts of the 56th
Legislature, Regular Session, 1959, contains a
legislative declaration of a constitutional "duty" to
enact Chapter 279 as a law. The revised law omits the
declaration by the legislature as executed and because

it has no substantive effect. The omitted law reads:

Sec. 30. The Legislature hereby declares that the enactment hereof is in fulfillment of a duty conferred upon it by 59 of Article XVI Texas, Constitution of wherein it empowered to pass such laws as may be appropriate in the preservation, and conservation of the natural resources of the state; . .

11 Revised Law

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Sec. 8510.0104. REVIEW SCHEDULE UNDER SUNSET ACT. A review of the authority under Section 325.025, Government Code, shall be conducted as if the authority were a state agency scheduled to be abolished September 1, 2031, and every 12th year after that year.

16 (Acts 56th Leg., R.S., Ch. 279, Sec. 1A(a) (part).)

#### 17 <u>Source Law</u>

18 (a) . . . The review shall be conducted under 19 Section 325.025, Government Code, as if the Authority 20 were a state agency scheduled to be abolished 21 September 1, 2031, and every 12th year after that year.

#### 22 <u>Revisor's Note</u>

Sections 1A(a) and (b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, 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 review under Chapter 325, Government Code, as if it were a state agency, but may not be abolished under that chapter. Section 1A(b) 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 325.025(a), (b), and (d), Government Code. The omitted law reads:

Sec. 1A. (a) The Authority is subject to review under Chapter 325, Government Code (Texas Sunset Act), but may not be abolished under that chapter. . . . (b) The Authority shall pay the cost incurred by the Sunset Advisory Commission in performing the review. The Sunset Advisory Commission shall determine the

1	cost, a	and the Aut	chority	shall	pay th	ie amo	unt
2	prompt	ly on rece	ipt of a	a stat	ement	from	the
3	Sunset	Advisory	Commis	sion	detai	ling	the
4	cost.					_	

#### 5 Revised Law

- Sec. 8510.01045. SUNSET REPORT AUDIT. (a) 6 The state
- 7 auditor shall conduct an audit of the authority to evaluate whether
- 8 the authority has addressed the operational challenges identified
- in the report on the authority by the Sunset Advisory Commission
- presented to the 86th Legislature. 10
- 11 The state auditor may not begin the audit required by
- Subsection (a) before December 1, 2021, and shall prepare and 12
- submit a report of the findings of the audit to the chairman and 13
- 14 executive director of the Sunset Advisory Commission not later than
- December 1, 2022. 15
- The state auditor shall include the auditor's duties 16 (c)
- under this section in each audit plan under Section 321.013, 17
- 18 Government Code, that governs the auditor's duties for the period
- specified by Subsection (b). 19
- This section expires January 1, 2023. (Acts 56th Leg., 20
- R.S., Ch. 279, Sec. 36.) 21

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#### 22 Source Law

- Sec. 36. (a) The state auditor shall conduct an the Authority to evaluate whether the has addressed the operational challenges audit of Authority identified in the report on the Authority by the Sunset Advisory Commission presented to the 86th Legislature.
- (b) The state auditor may not begin the audit required by Subsection (a) of this section before December 1, 2021, and shall prepare and submit a report of the findings of the audit to the chairman and executive director of the Sunset Advisory Commission not later than December 1, 2022.
- The auditor (c) state shall include auditor's duties under this section in each audit plan under Section 321.013, Government Code, that governs auditor's duties for the period specified by Subsection (b) of this section.
- This section expires January 1, 2023.

#### 40 Revised Law

- Sec. 8510.0105. TERRITORY. 41 (a) The authority is composed
- 42 of the territory described by Subsection (b) as that territory may
- have been modified under: 43
- Subchapter J, Chapter 49, Water Code; 44

- 1 (2) Subchapter O, Chapter 51, Water Code;
- 2 (3) Subchapter H, Chapter 62, Water Code; or
- 3 (4) other law.
- 4 (b) The authority is composed of:
- 5 (1) the whole of each county in this state located
- 6 wholly or partly in the watershed of the Red River and its
- 7 tributaries in this state whose confluences with the Red River are
- 8 upstream from the northeast corner of Bowie County, as shown by
- 9 contour maps on file with the Texas Water Development Board; and
- 10 (2) the whole of Hartley, Hutchinson, Lamar, Lipscomb,
- 11 and Red River Counties.
- 12 (c) A defect or irregularity in the boundary or an overlap
- 13 or conflict of the boundary with another authority or district does
- 14 not affect the authority's validity. (Acts 56th Leg., R.S., Ch.
- 15 279, Sec. 2 (part); New.)

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#### 16 <u>Source Law</u>

Sec. 2. The area of the Authority is hereby established to comprise the whole of all counties in Texas lying wholly or in part within the watershed of River and its Texas tributaries confluences with the Red River are upstream from the Northeast corner of Bowie County, Texas, as the same is made certain by contour maps now on file in the office of the Texas Department of Water Resources. Reference is hereby made to said records and maps in aid hereof. In addition to the counties lying wholly or in part within the watershed, the area of the Authority shall also comprise the whole of the following Texas Counties: Hutchinson, Hartley, Lamar, Lipscomb, and Red River Counties. . . No defect or irregularity in the boundary, overlap or conflict of the boundary ther Authorities or districts shall in any affect the validity of the Authority hereby other Authorities or manner created.

#### Revisor's Note

(1) The revision of the law governing the authority revises the statutory language describing the territory of the authority. 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 includes a

1 reference to:

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- 2 (1) the statutory authority to change the 3 authority's territory under:
  - (A) Subchapter J, Chapter 49, Water Code, applicable to the authority under Sections 49.001 and 49.002 of that chapter and Section 14a(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, which is revised in pertinent part in Section 8510.0301 of this chapter;
    - (B) Subchapter O, Chapter 51, Water Code, applicable to the authority under Section 31, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, which is revised in Section 8510.0301 of this chapter; and
    - (C) Subchapter H, Chapter 62, Water Code, applicable to the authority under Section 14a(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, which is revised in pertinent part in Section 8510.0301 of this chapter; and
    - (2) the general authority of the legislature to enact other laws under which the authority's territory may be changed.
    - (2) Section 2, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority's area is "hereby established" and refers to the authority "hereby created." The revised law omits the quoted language as executed.
    - (3) Section 2, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the office of the Texas Department of Water Resources. Chapter 795, Acts of the 69th Legislature, Regular Session, 1985, transferred the relevant authority exercised by the Texas Department of Water Resources to the Texas Water Development Board. The revised law

- is drafted accordingly.
- Section 2, Chapter 279, Acts of the 56th 2 3 Legislature, Regular Session, 1959, refers to contour maps on file in the office of the Texas Department of 4 Water Resources and provides that "[r]eference is 5 hereby made to said records and maps in aid hereof." 6 law the 7 revised omits quoted language 8 duplicative of the reference to the contour maps on 9 file in the office.

#### 10 Revised Law

- Sec. 8510.0106. EFFECT OF OVERLAPPING TERRITORY. (a) An overlap of the authority's territory with another district's or authority's territory or watershed does not affect the powers, affairs, duties, or functions of another district or authority, including the Canadian River Municipal Water Authority.
- 16 (b) A district or authority of a local nature, peculiar to a 17 defined area, may be created wholly or partly inside the authority.
- 18 (c) The authority shall cooperate in every practical manner 19 with the sponsor of an existing or proposed district or authority 20 described by this section in the prosecution of its proposed 21 improvements. (Acts 56th Leg., R.S., Ch. 279, Sec. 3.)

#### 22 <u>Source Law</u>

In the event of any overlapping of territory of this Authority with the territories or watershed of any other district or authority such overlapping shall not interfere with or affect the powers, affairs, duties, or functions of the Canadian River Municipal Water Authority or any other district authority. Provided further, that hereafter additional districts or authorities of a local nature, peculiar to a defined area may be created either entirely or partly within this Authority. It shall be the duty of the Authority to cooperate in every practical manner with the sponsors of such existing or proposed districts or authorities in the prosecution of its proposed improvements.

#### Revisor's Note

(1) Section 3, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that an overlap of the territory of the authority with the

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territory of another authority or district does not

"interfere with or affect" the powers and duties of

other authorities or districts. The revised law omits

the reference to "interfere with" because, in context,

it is included in the meaning of "affect."

(2) Section 3, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that "at anytime hereafter" other districts or authorities may be created entirely or partly inside the authority. The revised law omits the quoted language because the authorization to create a district or authority inside the authority implies the authorization to do so at any time.

## 14 Revised Law

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Sec. 8510.0107. APPLICABILITY OF CHAPTER TO CERTAIN COUNTIES. Except as provided by Section 8510.0108, this chapter does not apply to Bowie, Cass, Delta, Franklin, Hopkins, Marion, Morris, or Titus County. (Acts 56th Leg., R.S., Ch. 279, Sec. 2 (part).)

#### 20 Source Law

Sec. 2. . . . Except as provided by Section 14d of this Act, none of the provisions of this Act shall apply to the following Counties: Delta County, Hopkins County, Franklin County, Titus County, Morris County, Cass County, Marion County, and Bowie County.

#### Revisor's Note

2, Chapter 279, Acts of Section the 56th Legislature, Regular Session, 1959, provides that the provisions of Chapter 279 are not applicable certain counties except as provided by Section 14d. Section 14d, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, is revised in Section 8510.0108 of this chapter and the revised law is drafted accordingly.

#### Revised Law

36 Sec. 8510.0108. APPLICABILITY OF CHAPTER TO BOWIE COUNTY.

- 1 (a) In this section, "project" means the United States Army Corps
- 2 of Engineers' Red River Bank Stabilization and Navigation Project,
- 3 from Index, Arkansas, to Denison Dam.
- 4 (b) Bowie County is included in the authority for the
- 5 limited purpose of participating in the project. This chapter
- 6 applies to Bowie County to the extent necessary to accomplish the
- 7 project.

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- 8 (c) Bowie County is liable only for debt incurred by the
- 9 authority directly in connection with the project. The board may
- 10 exercise the powers and duties, including the power of eminent
- 11 domain, under this chapter with relation to Bowie County only to the
- 12 extent necessary to accomplish the project. (Acts 56th Leg., R.S.,
- 13 Ch. 279, Secs. 2 (part), 14d; New.)

## 14 Source Law

- Sec. 2. . . . For the limited purpose stated in Section 14d of this Act, the Authority shall include Bowie County. . . .
  - Sec. 14d. (a) Bowie County is added to the Red River Authority for the limited purpose of participating in the U.S. Army Corps of Engineers' Red River Bank Stabilization and Navigation Project, from Index, Arkansas, to Denison Dam, and this Act shall apply to Bowie County to the extent necessary to accomplish the Red River Bank Stabilization and Navigation Project.
    - (b) Bowie County is liable only for debt incurred by the Authority directly in connection with the Red River Bank Stabilization and Navigation Project, and the Board may exercise the duties and powers, including the power of eminent domain, under this Act, with relation to Bowie County only to the extent necessary to accomplish the Red River Bank Stabilization and Navigation Project.

#### 34 Revisor's Note

The definition of "project" is added to the revised law for drafting convenience and to eliminate frequent, unnecessary repetition of the substance of the definition.

# 39 Revised Law

- 40 Sec. 8510.0109. LIBERAL CONSTRUCTION OF CHAPTER. This
- 41 chapter shall be liberally construed to effectuate its purposes.
- 42 (Acts 56th Leg., R.S., Ch. 279, Sec. 30 (part).)

1	Source Law
2 3 4	Sec. 30 All the terms and provisions of this Act are to be liberally construed to effectuate the purposes herein set forth.
5	SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS
6	Revised Law
7	Sec. 8510.0201. MEMBERSHIP OF BOARD. (a) The board
8	consists of nine directors appointed by the governor with the
9	advice and consent of the senate.
10	(b) Each director must be:
11	(1) a freehold property taxpayer and a qualified voter
12	of this state; and
13	(2) a resident of the director district that the
14	director is appointed to represent.
15	(c) The governor shall appoint three directors to represent
16	each of the following districts:
17	(1) director district no. 1 includes Armstrong,
18	Carson, Castro, Collingsworth, Deaf Smith, Donley, Gray, Hemphill,
19	Oldham, Parmer, Potter, Randall, Roberts, and Wheeler Counties;
20	(2) director district no. 2 includes Archer, Baylor,
21	Briscoe, Childress, Clay, Cottle, Crosby, Dickens, Floyd, Foard,
22	Hale, Hall, Hardeman, King, Knox, Motley, Swisher, Wichita, and
23	Wilbarger Counties; and
24	(3) director district no. 3 includes Bowie, Cooke,
25	Fannin, Grayson, Lamar, Montague, and Red River Counties. (Acts
26	56th Leg., R.S., Ch. 279, Secs. 4(a) (part), (b), (c), (d), (e).)
27	Source Law
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42	<pre>(a) Board consisting of nine (9) directors.     (b) Directors shall be freehold property tax payers and legal voters of the State of Texas and each director shall be a resident of the director district that he is appointed to represent.     (c) The Authority is divided into three districts for appointment and representation of directors as follows:</pre>

- Motley, Cottle, Hardeman, Foard, Wilbarger, Wichita, Crosby, Dickens, King, Knox, Baylor, Archer, and Clay counties; and
- (3) director district no. 3 includes Montague, Cooke, Grayson, Fannin, Lamar, Red River, and Bowie counties.
- (d) Three directors shall be appointed from each of these director districts to the Board of the Authority.
- (e) Each director shall be appointed by the Governor of the state and such appointment shall be confirmed by the Senate.

### Revisor's Note

- (1) Section 4(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that directors must be "legal voters." The revised law substitutes "qualified" for "legal" because, in context, the terms have the same meaning and "qualified" is more commonly used.
- (2) Section 4(e), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the directors appointed by the governor must be "confirmed by the Senate." The revised law substitutes the requirement that the directors be appointed "with the advice and consent of the senate" for the requirement that the directors be "confirmed by the Senate" because the phrases have the same meaning and the former is more commonly used.

### Revised Law

30 Sec. 8510.0202. TERMS. Directors serve staggered six-year 31 terms. (Acts 56th Leg., R.S., Ch. 279, Sec. 4(f) (part).)

#### 32 Source Law

33 (f) Directors shall serve for staggered terms of six (6) years. . .

### Revisor's Note

Section 4(f), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, requires the directors of the authority to continue to hold their offices until their successors are appointed and have qualified. The revised law omits that provision

- 1 because it duplicates Section 17, Article XVI, Texas
- 2 Constitution. The omitted law reads:
- 3 (f) ... The directors shall hold 4 office after their appointment and 5 qualification until their successors shall
- 6 be appointed and qualify. . . .

## 7 Revised Law

- 8 Sec. 8510.0203. REMOVAL. (a) It is a ground for removal
- 9 from the board that a director:
- 10 (1) does not have at the time of taking office the
- 11 qualifications required by Sections 8510.0201 and 8510.0205;
- 12 (2) does not maintain during service on the board the
- 13 qualifications required by Sections 8510.0201 and 8510.0205;
- 14 (3) is ineligible for directorship under Chapter 171,
- 15 Local Government Code;
- 16 (4) cannot, because of illness or disability,
- 17 discharge the director's duties for a substantial part of the
- 18 director's term; or
- 19 (5) is absent from more than half of the regularly
- 20 scheduled board meetings that the director is eligible to attend
- 21 during a calendar year without an excuse approved by a majority vote
- 22 of the board.
- (b) The validity of a board action is not affected by the
- 24 fact that it is taken when a ground for removal of a director
- 25 exists.
- 26 (c) If the general manager has knowledge that a potential
- 27 ground for removal exists, the general manager shall notify the
- 28 board president of the potential ground. The president shall then
- 29 notify the governor and the attorney general that a potential
- 30 ground for removal exists. If the potential ground for removal
- 31 involves the president, the general manager shall notify the next
- 32 highest ranking director, who shall then notify the governor and
- 33 the attorney general that a potential ground for removal exists.
- 34 (Acts 56th Leg., R.S., Ch. 279, Sec. 4a.)

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- Sec. 4a. (a) It is a ground for removal from the Board that a director:
- (1) does not have at the time of taking office the qualifications required by Section 4 of this Act;
- (2) does not maintain during service on the Board the qualifications required by Section 4 of this Act;
- (3) is ineligible for directorship under Chapter 171, Local Government Code;
- (4) cannot, because of illness or disability, discharge the director's duties for a substantial part of the director's term; or
- (5) is absent from more than half of the regularly scheduled Board meetings that the director is eligible to attend during a calendar year without an excuse approved by a majority vote of the Board.
- (b) The validity of an action of the Board is not affected by the fact that it is taken when a ground for removal of a director exists.
- (c) If the general manager has knowledge that a potential ground for removal exists, the general manager shall notify the president of the Board of the potential ground. The president shall then notify the Governor and the Attorney General that a potential ground for removal exists. If the potential ground for removal involves the president, the general manager shall notify the next highest ranking director, who shall then notify the Governor and the Attorney General that a potential ground for removal exists.

# Revisor's Note

Section 4a, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that a director may be removed for not having, at the time the director takes office, or maintaining, during the director's term, certain qualifications required by "Section 4 of this Act." The relevant provisions of Section 4, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, are revised as 8510.0201 and 8510.0205 of this chapter, and the revised law is drafted accordingly.

#### Revised Law

Sec. 8510.0204. VACANCY. The governor fills a board vacancy for the unexpired part of the term in the manner provided by Section 8510.0201. (Acts 56th Leg., R.S., Ch. 279, Sec. 4(f) (part).)

1	Source Law
2 3 4	(f) Should any vacancy occur in the Board of Directors, the same shall be filled in like manner by the Governor for the unexpired term.
5	Revisor's Note
6	Section 4(f), Chapter 279, Acts of the 56th
7	Legislature, Regular Session, 1959, provides that a
8	board vacancy shall be filled "in like manner." The
9	quoted language refers to making the appointment in
10	accordance with Section 4, the relevant provisions of
11	which are revised as Section 8510.0201 of this
12	chapter. The revised law is drafted accordingly.
13	Revised Law
14	Sec. 8510.0205. OATH AND BOND REQUIREMENT FOR DIRECTORS
15	(a) Not later than the 15th day after the date of appointment, a
16	director shall qualify by:
17	(1) taking the constitutional oath of office; and
18	(2) filing a good and sufficient bond with the
19	secretary of state and obtaining the secretary of state's approval
20	on the bond.
21	(b) The bond must be:
22	(1) in the amount of \$5,000;
23	(2) payable to the authority; and
24	(3) conditioned on the faithful performance of duties
25	as a director. (Acts 56th Leg., R.S., Ch. 279, Sec. 4(g).)
26	Source Law
27 28 29 30 31 32 33	(g) The directors appointed shall within fifteen (15) days after their appointment qualify by taking the official oath and filing with the Secretary of the State of Texas and obtaining his approval thereon, a good and sufficient bond in the sum of Five Thousand (\$5,000.00) Dollars each, payable to the Authority and conditioned upon the faithful performance of duties as a director.
35	Revisor's Note
36	Section 4(g), Chapter 279, Acts of the 56th

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Legislature, Regular Session, 1959, requires a

director to take the "official oath." The quoted

1 language is a reference to the constitutional oath of

office, which is prescribed by Section 1, Article XVI,

3 Texas Constitution. The revised law substitutes

"constitutional oath of office" for "official oath"

5 for clarification.

#### 6 Revised Law

7 Sec. 8510.0206. COMPENSATION OF DIRECTORS. (a) Unless the

- 8 board by resolution increases the fee to an amount authorized by
- 9 Section 49.060, Water Code, a director shall receive as a fee of
- 10 office an amount not to exceed \$25 for each day of service necessary
- 11 to discharge the director's duties if the board authorizes the
- 12 same.

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- 13 (b) Not later than the last day of each month or as soon as
- 14 practicable after that date, a director shall file with the
- 15 secretary a verified statement showing the amount due under
- 16 Subsection (a).
- 17 (c) The authority shall issue a warrant for the amount shown
- 18 in the verified statement filed under Subsection (b).
- 19 (d) In all areas of conflict with this section, Section
- 20 49.060, Water Code, takes precedence. (Acts 56th Leg., R.S., Ch.
- 21 279, Secs. 10(a) (part), (b).)

### 22 <u>Source Law</u>

Sec. 10. (a) Unless the Board by resolution increases the fee to an amount authorized by Section 49.060, Water Code, the directors shall receive as fees of office the sum of not to exceed Twenty-Five (\$25.00) Dollars per day for each day of service necessary to the discharge of their duties, . . . provided the same is authorized by vote of the Board of Directors, they shall file with the secretary on the last day of each month, or as soon thereafter as practicable, a verified statement showing the actual amount due and warrants shall be issued therefor.

(b) In all areas of conflict with Subsection (a) of this section, Section 49.060, Water Code, takes precedence.

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

(1) Section 10, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides for reimbursement of all of a director's traveling expenses. The revised law omits the provision because it is expressly superseded by Section 49.060, Water Code (enacted in 1995). Throughout this chapter, the revised law omits law that is superseded by Chapter 49, Water Code, or that duplicates law contained in that chapter. Except as otherwise provided by that chapter, Chapter 49, Water Code, applies to the authority under Sections 49.001 and 49.002, Water Code. The omitted law reads:

Sec. 10. . . . [the directors shall receive as fees of office the sum of not to exceed Twenty-Five (\$25.00) Dollars per day for each day of service necessary to the discharge of their duties,] in addition to all traveling expenses, . . .

(2) Section 10, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that fees paid to directors must be authorized "by vote of" the board. The revised law omits the quoted language as unnecessary because voting is the method by which the district's directors exercise the joint authority given to them by law.

#### Revised Law

Sec. 8510.0207. VOTING REQUIREMENT. (a) Except as provided by Subsection (b), a concurrence of a majority of the directors present is sufficient in any matter relating to authority business.

28 (b) The concurrence of seven directors is required to award 29 a construction contract or to authorize the issuance of a warrant to 30 pay for a construction contract. (Acts 56th Leg., R.S., Ch. 279, 31 Sec. 5 (part).)

#### Source Law

33 a concurrence of a majority of Sec. 5. . . a concurrence of a majority of those present shall be sufficient in all matters 34 35 pertaining to the business of the district, except the 36 letting of construction contracts 37 authorization of issuance of warrants paying therefor, which shall require the concurrence of seven (7) 38 39 directors. . .

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#### Revisor's Note

Section 5, Chapter 279, Acts of the 2 3 Legislature, Regular Session, 1959, provides that five 4 directors, which is a majority of the full membership of the board, constitute a quorum. 5 The revised law omits that provision because it duplicates, 6 substance, Section 311.013, Government Code (Code 7 Construction Act), which provides that a quorum of a 8 public body is a majority of the number of members 9 fixed by statute. The omitted law reads: 10

Sec. 5. . . . Five (5) directors shall constitute a quorum at any meeting and . . . .

#### 14 Revised Law

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- Sec. 8510.0208. OFFICERS. (a) The governor shall designate a director as the board president to serve as the authority's chief executive officer at the pleasure of the governor.
- 19 (b) The board shall elect one director as vice president, 20 one director as secretary, and one director as treasurer.
- 21 (c) The vice president shall act as president if the 22 president is absent or disabled.
- 23 (d) The secretary shall act as board secretary. The board 24 shall select a secretary pro tem if the secretary is absent or 25 unable to act.
- (e) The authority may appoint officers, prescribe their duties, and set their compensation. (Acts 56th Leg., R.S., Ch. 279, Secs. 5 (part), 7 (part), 22 (part).)

## 29 Source Law

- Sec. 5. The directors of the Authority shall organize by electing one director vice-president, one secretary, and one treasurer. . .
- 33 The Governor shall designate a director Sec. 7. of the Board as the president of the Board to serve in 34 that capacity at the pleasure of the Governor. The president . . . shall be the chief executive officer 35 36 president . . of the Authority. 37 The vice-president shall act as president in case of the absence or disability of the 38 president. The secretary shall act as secretary of the 39

Board and . . . In case of the absence or inability 1 of the secretary to act, a secretary pro tem shall be 2 selected by the directors. 3 4 Sec. 22. The Authority may: 5 (3) appoint officers, 6 7 their duties, and fix their compensation; 8 9 Revisor's Note Section 5, Chapter 279, Acts of the 56th 10 (1)11 Legislature, Regular Session, 1959, requires the board to "organize" by electing the officers of the board. 12 13 The revised law omits that requirement because it was completed by the initial election of officers and is 14 executed. 15 (2) Section 22, Chapter 279, Acts of the 56th 16 Legislature, Regular Session, 1959, authorizes the 17 18 authority to "fix" the compensation of officers, attorneys, agents, and employees. Throughout this 19 chapter, the revised law substitutes "set" for "fix" 20 because, in context, the terms have the same meaning 21 22 and "set" is more commonly used. 23 Revised Law Sec. 8510.0209. DIRECTOR TRAINING PROGRAM. 24 (a) A person 25 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 26 board meeting until the person completes a training program that 2.7 complies with this section. 28 29 The training program must provide the person with information regarding: 30 31 the law governing the authority's operations; (1)the authority's programs, functions, rules, and 32 (2) 33 budget;

audit;

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the requirements of:

the results of the authority's most recent formal

laws relating to open meetings,

public

- 1 information, administrative procedure, and disclosure of conflicts
- 2 of interest; and
- 3 (B) other laws applicable to members of the
- 4 governing body of a river authority in performing their duties; and
- 5 (5) any applicable ethics policies adopted by the
- 6 authority or the Texas Ethics Commission.
- 7 (c) A person appointed to the board is entitled to
- 8 reimbursement for the travel expenses incurred in attending the
- 9 training program regardless of whether the attendance at the
- 10 program occurs before or after the person qualifies for office.
- 11 (d) The general manager shall create a training manual that
- 12 includes the information required by Subsection (b). The general
- 13 manager shall distribute a copy of the training manual annually to
- 14 each director. Each director shall sign and submit to the general
- 15 manager a statement acknowledging that the director has received
- 16 and reviewed the training manual. (Acts 56th Leg., R.S., Ch. 279,
- 17 Sec. 4b.)

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# 18 <u>Source Law</u>

- Sec. 4b. (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.
- (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 results of the most recent formal audit of the Authority;
  - (4) the requirements of:
- (A) laws relating to open meetings, public information, administrative procedure, and disclosure of conflicts of interest; and
- (B) other laws applicable to members of the governing body of a river authority in performing their duties; and
- (5) any applicable ethics policies adopted by the Authority 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 general manager shall create a training manual that includes the information required by Subsection (b) of this section. The general manager shall distribute a copy of the training manual

annually to each director. Each director shall sign and submit to the general manager a statement acknowledging that the director has received and reviewed the training manual.

5 Revised Law

Sec. 8510.0210. MEETINGS. (a) The president shall preside 7 at all board meetings.

- (b) At each regular board meeting, the board shall:
- 9 (1) include public testimony as a meeting agenda item;
- 10 and

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- 11 (2) allow the public to comment on all meeting agenda
- 12 items and other matters under the authority's jurisdiction.
- 13 (c) At a regular board meeting, the board may not deliberate
- 14 on or decide a matter not included in the meeting agenda, except
- 15 that the board may discuss including the matter on the agenda for a
- 16 subsequent meeting.
- 17 (d) The board or a board committee may hold a meeting by
- 18 telephone conference call, by video conference call, or through
- 19 communications over the Internet, in accordance with procedures
- 20 provided by Subchapter F, Chapter 551, Government Code, if the
- 21 board president or any three board members determine that holding
- 22 the meeting in that manner is necessary or convenient. (Acts 56th
- 23 Leg., R.S., Ch. 279, Secs. 7 (part), 7a, 34(b).)

24 <u>Source Law</u>

Sec. 7. . . . The president shall preside at all meetings of the Board and . . . .

Sec. 7a. The Authority's Board of Directors or a Board committee may hold a meeting by telephone conference call, by video conference call, or through communications over the Internet, in accordance with procedures provided by Subchapter F, Chapter 551, Government Code, if holding the meeting in that way is determined to be necessary or convenient by the Board president or any three Board members.

[Sec. 34]

(b) At each regular meeting of the Board, the Board shall include public testimony as a meeting agenda item and allow members of the public to comment on other agenda items and other matters under the jurisdiction of the Authority. The Board may not deliberate on or decide a matter not included in the meeting agenda, except that the Board may discuss including the matter on the agenda for a subsequent meeting.

1	Revised Law
2	Sec. 8510.0211. SEPARATION OF POLICYMAKING AND MANAGEMENT
3	FUNCTIONS. The board shall develop and implement policies that
4	clearly separate the board's policymaking responsibilities and the
5	general manager's and staff's management responsibilities. (Acts
6	56th Leg., R.S., Ch. 279, Sec. 11a.)
7	Source Law
8 9 10 11 12	Sec. 11a. 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 Authority.
13	Revised Law
14	Sec. 8510.0212. ATTORNEYS, AGENTS, AND EMPLOYEES. (a) The
15	authority may appoint attorneys, agents, and employees, prescribe
16	their duties, and set their compensation.
17	(b) The board may remove an authority employee.
18	(c) The board shall set the term of office and the
19	compensation to be paid to authority employees. (Acts 56th Leg.,
20	R.S., Ch. 279, Secs. 11 (part), 22 (part).)
21	Source Law
22 23 24 25	Sec. 11 The term of office and compensation to be paid all employees shall be fixed by the Board of Directors and all employees may be removed by the Board
26 27 28 29 30 31	Sec. 22. The Authority may:  (3) appoint attorneys, agents, and employees, prescribe their duties, and fix their compensation;
32	Revised Law
33	Sec. 8510.0213. GENERAL MANAGER. (a) The board may employ
34	a general manager.
35	(b) The board shall set the term of office and the
36	compensation to be paid to the general manager.
37	(c) The board may not employ a director as general manager.
38	(Acts 56th Leg., R.S., Ch. 279, Sec. 11 (part).)
39	Source Law

Sec. 11. The directors may employ a general

manager for the Authority and . . . The term of office and compensation to be paid such manager and . . . shall be fixed by the Board of Directors and . . . A director may not be employed as general manager.

#### Revisor's Note

Section 11, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, allows the board of directors to delegate authority to a general manager. The revised law omits that provision because it duplicates, in substance, part of Section 49.056, Water Code, which provides that the board may delegate full authority over authority affairs to the general manager. The omitted law reads:

Sec. 11. [The directors may employ a general manager for the Authority and] may give him full authority in the management and operation of the Authority's affairs (subject only to the orders of the Board of Directors)...

### 21 Revised Law

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- Sec. 8510.0214. DIRECTOR'S, OFFICER'S, OR EMPLOYEE'S SURETY
- 23 BOND. (a) A bond required of an authority director, officer, or
- 24 employee must be executed by a surety company authorized to do
- 25 business in this state, as surety on the bond.
- 26 (b) The authority shall pay the premium on the bond. (Acts
- 27 56th Leg., R.S., Ch. 279, Sec. 12.)

### 28 Source Law

Sec. 12. All bonds required to be given by directors, officers and employees of the Authority shall be executed by a surety company authorized to do business in the state, as surety thereon; and the premiums on such bonds shall be paid by the Authority.

### 34 Revised Law

- 35 Sec. 8510.0215. AUTHORITY'S OFFICE. A regular office shall
- 36 be established and maintained to conduct the authority's business
- 37 inside the authority's territory at a place determined by the
- 38 board. (Acts 56th Leg., R.S., Ch. 279, Sec. 8 (part).)

#### 39 Source Law

Sec. 8. . . . A regular office shall be established and maintained for the conduct of the Authority's business within the authority at such

place as may be determined by the Board of Directors.

2 Revised Law

Sec. 8510.0216. RECORDS. The secretary shall maintain a record of all board proceedings and orders. (Acts 56th Leg., R.S., 5 Ch. 279, Sec. 7 (part).)

6 Source Law

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Sec. 7. . . . The secretary . . . shall be charged with the duty of keeping a record of all proceedings and all orders of the Board. . . .

#### Revisor's Note

Section 8, Chapter 279, Acts of the 56th (1)Legislature, Regular Session, 1959, requires that the authority's records be kept in a secure manner and the records provides that are the authority's The revised law omits those provisions property. because they duplicate, in substance, part of Section 49.065, Water Code, which requires that the authority keep and preserve records and provides that those records are authority property. The omitted law reads:

Sec. 8. All records of the Authority shall be kept in a secure manner. The same shall be the property of the Authority and . . . .

Section 8, Chapter 279, Acts of the 56th (2)Legislature, Regular Session, 1959, requires that the authority's records be subject to public inspection during regular office hours. The revised law omits that provision because it duplicates, in substance, Section 552.021, Government Code, which provides that the "public information" of certain "governmental bod[ies]" must be available to the public during normal business hours. Section 552.021, Government Code, applies to the authority's records under Section 49.065(b), Water Code, and under Sections 552.002 and 552.003, Government Code, which define information" to include the authority's records and

- 1 "governmental body" to include the authority,
- 2 respectively. The omitted law reads:
- Sec. 8. [All records of the Authority shall be] ... subject to public
- 5 inspection during regular office hours.
- 6 . . .

# 7 Revised Law

- 8 Sec. 8510.0217. COMPLAINTS. (a) The authority shall
- 9 maintain a system to promptly and efficiently act on complaints
- 10 filed with the authority.
- 11 (b) The authority shall maintain:
- 12 (1) information about the subject matter of the
- 13 complaint;
- 14 (2) information about the parties to the complaint;
- 15 (3) a summary of the results of the review or
- 16 investigation of the complaint; and
- 17 (4) the disposition of the complaint.
- 18 (c) Periodically, the authority shall notify the parties to
- 19 the complaint of the complaint's status until final disposition.
- 20 (d) The authority shall make information available
- 21 describing its procedures for complaint investigation and
- 22 resolution. (Acts 56th Leg., R.S., Ch. 279, Sec. 35.)

## 23 <u>Source Law</u>

- Sec. 35. (a) The Authority shall maintain a system to promptly and efficiently act on complaints filed with the Authority. The Authority shall maintain information about the parties to and subject matter of the complaint, a summary of the results of the review or investigation of the complaint, and the disposition of the complaint.
  - (b) The Authority shall make information available describing its procedures for complaint investigation and resolution.
- 34 (c) The Authority shall periodically notify the 35 complaint parties of the status of the complaint until 36 final disposition.

#### 37 <u>Revised Law</u>

- 38 Sec. 8510.0218. ALTERNATIVE DISPUTE RESOLUTION PROCEDURES.
- 39 (a) The board shall develop a policy to encourage the use of
- 40 appropriate alternative dispute resolution procedures under
- 41 Chapter 2009, Government Code, to assist in the resolution of

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- 1 internal and external disputes under the authority's jurisdiction.
- 2 (b) The authority's procedures relating to alternative
- 3 dispute resolution must conform, to the extent possible, to any
- 4 model guidelines issued by the State Office of Administrative
- 5 Hearings for the use of alternative dispute resolution by state
- 6 agencies.

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- 7 (c) The authority shall:
- 8 (1) coordinate the implementation of the policy
- 9 adopted under Subsection (a);
- 10 (2) provide training as needed to implement the
- 11 procedures for alternative dispute resolution; and
- 12 (3) collect data concerning the effectiveness of those
- 13 procedures. (Acts 56th Leg., R.S., Ch. 279, Sec. 33, as added by
- 14 Acts 86th Leg., R.S., Ch. 23.)

### 15 <u>Source Law</u>

- Sec. 33. (a) The Board shall develop a policy to encourage the use of 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) of this section;
- (2) provide training as needed to implement the procedures for alternative dispute resolution; and
- 33 (3) collect data concerning the 34 effectiveness of those procedures.

## 35 <u>Revised Law</u>

- 36 Sec. 8510.0219. PUBLIC TESTIMONY. The board shall develop
- 37 and implement policies that provide the public with a reasonable
- 38 opportunity to appear before the board and to speak on any issue
- 39 under the authority's jurisdiction. (Acts 56th Leg., R.S., Ch.
- 40 279, Sec. 34(a).)

#### 41 Source Law

Sec. 34. (a) 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 issue under the jurisdiction of the Authority.

### 3 <u>Revisor's Note</u> 4 (<u>End of Subchapter</u>)

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- (1) Section 4(a), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority's powers are exercised by a board of directors. The revised law omits that provision because it duplicates, in substance, parts of Sections 49.051 and 49.057, Water Code, which provide that the authority is governed by the board and the board is responsible for the authority's management. The omitted law reads:
  - Sec. 4. (a) All powers of the Authority shall be exercised by a [Board . . . of . . . directors.]
- (2) Section 3, Chapter 870, Acts of the 67th Legislature, Regular Session, 1981, provides transition procedures regarding the terms of directors on the effective date of the act (June 18, 1981). The revised law omits that provision as executed because the terms of office of the directors serving on the effective date of that act have expired. The omitted law reads:
  - Sec. 3. The persons who are directors of the Red River Authority on the effective date of this Act shall continue in office for the remainder of their unexpired terms.
- (3) Section 12, Chapter 23, Acts of the 86th Legislature, Regular Session, 2019, provides that the term of the board president expires on September 1, 2019, and that the governor shall designate a president not later than September 2, 2019. The revised law omits those provisions as executed. The omitted law reads:
  - Sec. 12. (a) The term of the president of the board of directors of the Red River Authority serving on the effective date of this Act expires September 1, 2019. The director serving as

1 president on the effective date of this Act 2 may continue to serve on the board of 3 directors until the director's successor is appointed and has qualified. 5 (b) Not later than September 2, 2019, 6 the governor shall designate a director as president of the board of directors of the 8 Red River Authority as required by Section 279, 9 Chapter Acts of the 10 Legislature, Regular Session, 1959, 11 amended by this Act. SUBCHAPTER C. POWERS AND DUTIES 12 Revised Law 13 14 Sec. 8510.0301. GENERAL POWERS. (a) The authority has: 15 the functions, powers, rights, and duties as may 16 permit the authority to accomplish the purposes for which it is 17 created: (2) the powers of this state under Section 59, Article 18 19 XVI, Texas Constitution; and 20 all powers, rights, privileges, and functions 21 conferred on navigation districts by general law. 22 (b) Except as otherwise provided by this chapter, the authority has the rights, power, and privileges conferred by the 23 24 general law applicable to a water control and improvement district 25 created under Section 59, Article XVI, Texas Constitution, including Chapter 51, Water Code. 26 27 (c) The authority is governed by Chapters 49, 60, and 62, Water Code, but in all areas of conflict, Chapter 62 takes 28 precedence. (Acts 56th Leg., R.S., Ch. 279, Secs. 14a (part), 19 29 30 (part), 31; New.)

#### 31 Source Law

Sec. 14a. (1) In addition to other purposes heretofore authorized by law, the Authority shall have and is vested with all the powers of the state of Texas under Section 59, Article XVI, Constitution of the State of Texas, and shall likewise, have and is vested with all powers, rights, privileges, and functions conferred upon navigation districts by General Law. The Authority is governed by and subject to Chapters 49, 60, and 62, Water Code, but in all areas of conflict, Chapter 62 takes precedence. . .

Sec. 19. Said Authority shall have and may exercise such functions, powers, authority, rights and duties as may permit the accomplishment of the purposes for which it is created, . . . .

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Sec. 31. Except as otherwise provided herein, the Authority is hereby vested with all of the rights, power and privileges conferred by the general laws of this state now in effect or hereinafter enacted, applicable to water control and improvement districts created under authority of Section 59, Article XVI of the Constitution.

#### Revisor's Note

- (1) Section 14a(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that "[i]n addition to other purposes heretofore authorized by law," the authority has certain powers. Throughout this chapter, the revised law omits the quoted or similar 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.
- (2) Section 14a(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, states that the authority "shall have and is vested with" powers, rights, privileges, and functions. Section 19 of Chapter 279 states that the authority "shall have and may exercise" certain functions, powers, authority, rights, and duties. Section 31 of Chapter 279 states that the authority "is hereby vested with" certain rights, power, and privileges applicable to water control and improvement districts. The revised law substitutes "has" for the quoted language because, in context, the language has the same meaning and "has" is more commonly used.
- (3) Section 14a(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, states that the authority is "governed by and subject to" certain chapters of the Water Code. The revised law omits "and subject to" because it is included in the meaning of "governed by."

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- (4) Section 19, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, 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."
- Section 31, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the laws of this state "now in effect hereinafter enacted." The revised law omits the quoted language as unnecessary under accepted general principles of statutory construction. The "general laws of this state" means those laws "in effect" at the time the provision was adopted. It is unnecessary to state that the authority may be granted additional powers by later enacted laws because those laws apply on their own terms.
- (6) Section 31, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority has the powers conferred by general law on a water control and improvement district. For the reader's convenience, the revised law includes a reference to Chapter 51, Water Code, which is the general law applicable to a water control and improvement district.

### 25 Revised Law

Sec. 8510.0302. POWERS RELATING ТО CONSERVATION 26 AND 27 BENEFICIAL USE OF WATER. (a) The authority has the powers of this 28 state under Section 59, Article XVI, Texas Constitution, effectuate flood control and the conservation and use of the storm, 29 flood, and unappropriated waters of the watershed of the Red River 30 and its tributaries in this state for all beneficial purposes, 31 32 subject only to:

33 (1) the legislature's policy declarations as to water 34 use;

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- 1 (2) the commission's continuing supervision and
- 2 control;
- 3 (3) the provisions of Section 11.024, Water Code,
- 4 prescribing the priorities of water uses; and
- 5 (4) the water rights acquired by municipalities and
- 6 other users.
- 7 (b) The authority shall exercise its powers for the greatest
- 8 practicable measure of the conservation and beneficial use of the
- 9 storm, flood, and unappropriated waters of the watershed of the Red
- 10 River and its tributaries in this state in the manner and for the
- 11 particular purposes specified by this chapter, including the
- 12 exercise of its powers to provide for:
- 13 (1) the study, correction, and control of both
- 14 artificial and natural pollution of the Red River and its
- 15 tributaries;
- 16 (2) the control, conservation, and orderly
- 17 development of the watershed and water of the Red River and its
- 18 tributaries in this state through all practical and legal means;
- 19 (3) the preservation of the equitable rights and
- 20 beneficial use of the waters for the people of the different
- 21 sections of the authority;
- 22 (4) the storage, control, and conservation of the
- 23 waters of the Red River and its tributaries in this state and the
- 24 prevention of the escape of any of those waters without the maximum
- 25 of public service;
- 26 (5) the prevention of the devastation of lands from
- 27 recurrent overflows;
- 28 (6) the protection of life and property in the
- 29 watershed of the Red River and its tributaries from uncontrolled
- 30 flood waters;
- 31 (7) the conservation of storm, flood, and
- 32 unappropriated waters of the watershed of the Red River and its
- 33 tributaries in this state essential for the beneficial uses of the
- 34 people of that watershed;

- (8) the better encouragement and development 1
- 2 drainage systems and drainage of lands that need drainage for
- 3 profitable agricultural production;
- 4 (9) the conservation of soil to prevent destructive
- erosion and the increased threat of flooding incident to that 5
- 6 erosion;
- 7 (10)the control of those waters and making them
- 8 available for use in the development of commercial, industrial, and
- agricultural enterprises in all sections of the authority; and 9
- any purpose for which waters when controlled and 10 (11)
- conserved may be used in the performance of a useful service as 11
- 12 authorized by the constitution of this state.
- For purposes of Subsection (b)(1), the authority may: 13
- 14 adopt rules with regard to the pollution described (1)
- by that subdivision; 15
- engage in policing to enforce those rules; and 16 (2)
- 17 provide for penalties for violating those rules
- consisting of: 18
- 19 (A) fines not to exceed \$1,000;
- 20 confinement in the county jail for a period (B)
- not to exceed 30 days; or 21
- (C) both the fine and confinement. 22
- 23 The general law pertaining to a water control and
- 24 improvement district, including Chapters 49 and 51, Water Code,
- applies to Subsection (b)(1). 25
- 26 The authority may store and conserve to the greatest
- beneficial use the storm, flood, and unappropriated waters of the 27
- Red River in this state or any tributary of that river in the 28
- authority to prevent the escape of water without maximum beneficial 29
- 30 use inside or outside the authority's boundaries. (Acts 56th Leg.,
- R.S., Ch. 279, Secs. 14 (part), 14a (part); New.) 31
- 32 Source Law
- Sec. 14. The Authority is hereby invested with all of the powers of the state under Article XVI, 33
- 34
- Section 59 of the Constitution to effectuate flood 35

control and the conservation and use, for all beneficial purposes, of the storm, flood and unappropriated waters of the Red River watershed and its Texas tributaries, subject only: (i) declarations of policy by the Legislature as to use of water; (ii) continuing supervision and control by the State Board of Water Engineers and any board or agency which may thereafter succeed to its duties; (iii) the provisions of Article 7471 prescribing the priorities of uses of water; and (iv) the rights heretofore or hereafter legally acquired in water by municipalities and other users. It shall be the duty of the Authority to exercise for the greatest practicable measure of the conservation and beneficial utilization of storm, flood and unappropriated waters of the Red River watershed and its Texas tributaries in the manner and for the particular purposes specified hereinafter in this Section and elsewhere in this Act, powers including those:

(a) To provide for the study, correcting and

- (a) To provide for the study, correcting and control of both artificial and natural pollution of the Red River and its tributaries. In this connection, such Authority is given the power to promulgate rules and regulations with regard to such pollution, both artificial and natural, with the right of policing by said Authority to enforce such rules and regulations; providing for penalties consisting of fines for violation of such pollution rules not to exceed One Thousand (\$1,000.00) Dollars, or by confinement in the county jail for not more than thirty (30) days or both such fine and imprisonment. In this connection the provisions of the general law pertaining to water control and improvement districts herein shall govern, except as expressly provided herein.
- (b) To provide through all practical and legal means for the control, conservation and orderly development of the watershed and water of the Red River and its Texas tributaries.
- (c) To provide for the preservation of the equitable rights and beneficial use of the waters for the people of the different sections of the Authority.
- (d) For storing, controlling and conserving the waters of the Red River and its Texas tributaries, and the prevention of the escape of any of such waters without the maximum of public service; for the prevention of devastation of lands from recurrent overflows, and the protection of life and property in such watershed areas from uncontrolled flood waters.
- (e) For the conservation of storm, flood and unappropriated water of the Red River watershed and its Texas tributaries essential for the beneficial uses of the people of the watersheds of the Red River and its Texas tributaries.
- (f) For the better encouragement and development of drainage systems and provision for drainage of lands needing drainage for profitable agricultural production.
- (g) For the purpose of conservation of all soils against destructive erosion and thereby preventing the increased flood menace incident thereto.
- (h) To control and make available for employment such waters in the development of commercial, industrial and agricultural enterprises in all sections of the Authority.
- (i) And for each and every purpose for which waters when controlled and conserved may be utilized in the performance of a useful service as contemplated and authorized by the provisions of the constitution

and the public policy therein declared...

Sec. 14a. (1) ... The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;

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(6) . . . to store and conserve to the greatest beneficial use the storm, flood and unappropriated waters of the Red River in Texas or any tributaries thereof within the Authority, so as to prevent the escape of any water without maximum beneficial use either within or without the boundaries of the Authority;

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### Revisor's Note

- (1) Section 14, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, states that the authority "is hereby invested" with certain powers. The revised law substitutes "has" for the quoted language for the reason stated in Revisor's Note (2) to Section 8510.0301.
- Section 14, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the "State Board of Water Engineers." The Board of Water Engineers, created by Chapter 171, General Laws, Acts of the 33rd Legislature, Regular Session, 1913, became the Texas Water Commission under Chapter 4, Acts of the 57th Legislature, 3rd Called Session, 1962. The name of the agency was changed to the Texas Water Rights Commission by Chapter 296, Acts of the Legislature, Regular Session, 1965. In 1977, Sections 1 and 9, Chapter 870, Acts of the 65th Legislature, Regular Session, changed the name of the agency to the Texas Water Commission. Subsequently, the name of the Texas Water Commission was changed to the Texas Natural Resource Conservation Commission by Section 1.085, Chapter 3, Acts of the 72nd Legislature, 1st Called Session, 1991. The name of the Texas Natural Resource Conservation Commission was changed to the Texas Commission on Environmental Quality by Section 18.01, Chapter 965, Acts of the 77th Legislature,

- Regular Session, 2001. Throughout this chapter, the revised law is drafted accordingly.
  - (3) Section 14, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to Article 7471. Article 7471, Revised Statutes, was codified as Section 5.024, Water Code, by Chapter 58, Acts of the 62nd Legislature, Regular Session, 1971, and renumbered as Section 11.024, Water Code, by Chapter 870, Acts of the 65th Legislature, Regular Session, 1977. The revised law is drafted accordingly.
  - (4) Section 14, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to rights in water "heretofore or hereafter" acquired. The quoted language does not exclude any water right based on the time the right was acquired and therefore does not impose an effective limitation on the time during which the right may be acquired. The revised law omits the quoted language because it does not add to the clear meaning of the law.
  - (5) Section 14, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to rights in water "legally" acquired. The revised law omits the quoted language because a water right may only be obtained by means authorized by law and the language does not add to the clear meaning of the law.
  - (6) Section 14(a), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the authority to "promulgate" certain rules and regulations. The revised law substitutes "adopt" for "promulgate" because, in context, the terms have the same meaning and "adopt" is more commonly used.
  - (7) Section 14(a), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "rules and regulations." The revised law omits the reference

- to "regulations" because, in context, the terms have the same meaning and under Section 311.005(5), Government Code (Code Construction Act), a rule is defined to include a regulation.
- (8) Section 14(a), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "the provisions of the general law pertaining to water control and improvement districts." For the reader's convenience, the revised law adds a reference to Chapter 49, Water Code, applicable to a water control and improvement district under Sections 49.001 and 49.002 of that chapter, and to Chapter 51, Water Code, applicable to a water control and improvement district under Section 51.001 of that chapter.
- (9) Section 14(a), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the provisions of general law pertaining to water control and improvement districts govern "except as expressly provided herein." The revised law omits the quoted language because it duplicates, in substance, 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.
- (10) Section 14(a), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the authority to provide for penalties for violating certain rules consisting of fines, "confinement in the county jail," or both the fine and "imprisonment." The revised law substitutes "confinement" for "imprisonment" for consistency and to conform to the

style of the Penal Code.

- (11) Section 14(d), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the "watershed areas" of the Red River and its Texas tributaries. The revised law omits the reference to "areas" because, in context, "areas" is included in the meaning of "watershed."
- (12) Section 14(i), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the authority to control and use water in the performance of a useful service "as contemplated and authorized by the provisions of the constitution and the public policy therein declared." The revised law omits the reference to a useful service "contemplated" by the constitution because that type of service is included in the meaning of a service "authorized" by the constitution. The revised law omits the reference to a useful service authorized by the "public policy therein declared" because that type of service is included in the meaning of a service authorized by the "provisions of the constitution."
- (13) Section 14a(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority "shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions" to take certain actions. Throughout this chapter, the revised law substitutes "may" for the quoted language because, in context, the language has the same meaning, and "may" is more commonly used.

## 30 Revised Law

- 31 Sec. 8510.0303. POWERS REGARDING CANALS, WATERWAYS, AND 32 RELATED FACILITIES. (a) The authority may:
- 33 (1) promote, construct, maintain and operate, or aid 34 and encourage, the construction, maintenance, and operation of

- 1 navigable canals or waterways and all navigational systems or
- 2 facilities auxiliary to navigable canals or waterways using the
- 3 natural bed and banks of the Red River, where practicable, and then
- 4 traversing a route the authority may find to be more feasible and
- 5 practicable to connect the Red River in this state with any new
- 6 navigation canals to be constructed in the lower reaches of the Red
- 7 River or to connect the Red River with the Gulf Intracoastal
- 8 Waterway;
- 9 (2) construct a system of artificial waterways and
- 10 canals, together with all locks and other works, structures, and
- 11 artificial facilities as may be necessary and convenient for the
- 12 construction, maintenance, and operation of:
- 13 (A) navigation canals or waterways; and
- 14 (B) all navigational systems and facilities
- 15 auxiliary to navigation canals or waterways; and
- 16 (3) acquire, improve, extend, take over, construct,
- 17 maintain, repair, operate, develop, and regulate ports, levees,
- 18 wharves, docks, locks, warehouses, grain elevators, dumping
- 19 facilities, belt railways, lands, and all other facilities or aids
- 20 to navigation or aids necessary to the operation or development of
- 21 ports or waterways in the Red River basin in this state.
- (b) A power described by Subsection (a)(3) applies with
- 23 respect to a facility or aid described by that subdivision only if
- 24 the facility or aid is in a county located inside the authority.
- 25 (Acts 56th Leg., R.S., Ch. 279, Sec. 14a (part).)

#### 26 Source Law

Sec. 14a. (1) . . . The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;

(2) to promote, construct, maintain and or aid nce and and encourage, the construction, operate maintenance operation of navigable canals waterways and all navigational systems or facilities auxiliary thereto using the natural bed and banks of the Red River, where practicable and thence traversing such route as may be found by the Authority to be more feasible and practicable to connect Red River in Texas with any new navigation canals to be constructed in the lower reaches of Red River or to connect Red River with the intercoastal canal. The Authority is empowered to construct or cause to be constructed a system of

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artificial waterways and canals, together with all locks and other works, structures and artificial facilities as may be necessary and convenient for the construction, maintenance and operation of navigation canals or waterways and all navigational systems and facilities auxiliary thereto;

(3) the right, power, and authority to purchase, improve, extend, take acquire, over, construct, maintain, repair, operate, develop and regulate ports, levees, wharves, docks, locks, warehouses, grain elevators, dumping facilities, belt railways, lands, and all other facilities or aids to navigation or aids necessary to the operation or development of ports, or waterways within the Red River Basin in Texas, provided, the powers conferred the Authority under the provisions of subdivision extend to a facility or aid authorized under this subdivision only if the facility or aid is situated in a county or counties included as part of said Authority;

. . .

### Revisor's Note

- (1) Section 14a(2), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the "intercoastal canal." The revised law substitutes a reference to the "Gulf Intracoastal Waterway" because that is the proper name of that waterway.
- (2) Section 14a(2), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, grants the authority the power to construct "or cause to be constructed" a system of artificial waterways and canals. The revised law omits the quoted language as unnecessary because the grant of a power implies the authority to provide for the exercise of that power.
- (3) Section 14a(3), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, 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."
- (4) Section 14a(3), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, references "a county or counties" included in the authority. The revised law substitutes "a county" for the quoted

1	language because Section 311.012(b), Government Code
2	(Code Construction Act), provides that a reference to
3	the singular includes the plural and vice versa.
4	Throughout this chapter, similar provisions in the
5	source law that use a noun in both its singular and
6	plural forms are revised using only the singular form.
7	Revised Law
8	Sec. 8510.0304. FEDERALLY CONSTRUCTED OR MAINTAINED
9	CANALS, WATERWAYS, AND FACILITIES. If the construction or
10	maintenance and operation of navigable canals or waterways and all
11	navigational systems or facilities auxiliary to navigable canals or
12	waterways on the Red River in this state is taken over or performed
13	by the federal government or an agency of the federal government,
14	then the authority may:
15	(1) enter into contracts that may be required by the
16	federal government, including assignments and transfers of
17	property, property rights, easements, and privileges; and
18	(2) take any other action required by the federal
19	government or an agency of the federal government. (Acts 56th Leg.,
20	R.S., Ch. 279, Sec. 14a (part).)
21	Source Law
22 23 24 25 26 27 28 29	Sec. 14a. (1) The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;  (7) if the construction or maintenance and
27 28 29	operation of navigable canals or waterways and all navigational systems or facilities auxiliary thereto on the Red River in Texas is taken over or performed by the Federal Government or any agency of the Federal

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Government, then the Authority may: required by the Federal Government, including assignments and transfers of property, property rights, easements, and privileges; and

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Government;

### Revised Law

the Federal Government or any agency of the Federal

enter into contracts that may be

(B) take any other action required by

41 Sec. 8510.0305. POWER TO CONTROL, DEVELOP, STORE, AND USE

(A)

42 WATER FOR NAVIGATIONAL USE. (a) The authority may control,

- 1 develop, store, and use the natural flow and floodwaters of the Red
- 2 River and its tributaries for the purpose of operating and
- 3 maintaining:
- 4 (1) navigable canals or waterways; and
- 5 (2) navigational systems or facilities auxiliary to
- 6 navigable canals or waterways.
- 7 (b) The navigational use of water authorized by Subsection
- 8 (a) is subordinate and incidental to consumptive use of water.
- 9 (Acts 56th Leg., R.S., Ch. 279, Sec. 14a (part).)

### 10 <u>Source Law</u>

Sec. 14a. (1) . . . The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;

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(5) to control, develop, store and use the natural flow and floodwaters of the Red River and its for purpose tributaries the of operating maintaining said navigable canals or waterways and all navigational systems or facilities auxiliary thereto, provided, however, that such navigational use shall be subordinate to consumptive use water, navigation shall be incidental thereto;

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#### 24 Revised Law

- Sec. 8510.0306. POWERS RELATING TO FLOODING. The authority
- 26 may effectuate channel rectification or alignment and the
- 27 construction, maintenance, and operation of bank stabilization
- 28 facilities to:
- 29 (1) prevent and aid in preventing devastation of lands
- 30 from recurrent overflows; and
- 31 (2) protect life and property in the watershed of the
- 32 Red River in this state or any tributaries of that river in the
- 33 authority from uncontrolled floodwaters. (Acts 56th Leg., R.S.,
- 34 Ch. 279, Sec. 14a (part).)

### 35 <u>Source Law</u>

- Sec. 14a. (1) . . . The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;
- 39 (6) to 40 effectuate the construction, 41 maintenance operation of bank stabilization and facilities and channel rectification or alignment in 42 43 order to prevent and aid in preventing devastation of lands from recurrent over-flows and the protection of 44

life and property in the watershed of the Red River in Texas or any tributaries thereof within the Authority from uncontrolled flood waters;

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5 Revised Law

- 6 Sec. 8510.0307. MASTER PLAN FOR DEVELOPMENT OF SOIL AND
- 7 WATER RESOURCES. (a) The authority shall prepare a master plan for
- 8 the maximum development of the soil and water resources of the Red
- 9 River watershed inside the authority.
- 10 (b) The master plan must include plans for the complete use
- 11 of the water resources of the watershed for all economically
- 12 beneficial purposes.
- 13 (c) A soil and water conservation district in the Red River
- 14 watershed shall prepare the portion of the master plan and
- 15 amendments to the plan relating to soil conservation, upstream
- 16 flood prevention, and watershed protection works in aid of soil
- 17 conservation and upstream flood prevention, subject to the approval
- 18 of the State Soil and Water Conservation Board.
- 19 (d) The master plan must be filed with and approved by the
- 20 commission. (Acts 56th Leg., R.S., Ch. 279, Sec. 14(k).)

#### 21 Source Law

It shall be the duty of the Authority to prepare a master plan, for the maximum development of the soil and water resources of the entire Red River watershed within the Authority, including plans for complete utilization, for all economically beneficial purposes, of the water resources of the watershed. That portion of the master plan and any amendments thereto relating to soil conservation and upstream flood prevention and watershed protection works in aid thereof shall be prepared by the soil conservation districts on the Red River watershed, subject to approval by the State Soil Conservation Board. The master plan shall be filed with and approved by the State Board of Water Engineers.

## Revisor's Note

(1) Section 14(k), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "soil conservation districts." The revised law substitutes a reference to "a soil and water conservation district" because that is the proper name of those districts. See Section 201.002, Agriculture Code.

(2) Section 14(k), Chapter 279, Acts of the 56th
Legislature, Regular Session, 1959, refers to the
"State Soil Conservation Board." The revised law
substitutes a reference to the "State Soil and Water
Conservation Board" because that is the proper name of
that agency. See Section 201.002, Agriculture Code.

7 Revised Law

8 Sec. 8510.0308. POWERS RELATING TO PARKS AND RECREATIONAL

- 9 FACILITIES. (a) The authority may acquire:
- 10 (1) additional land adjacent to a permanent
- 11 improvement constructed inside the authority for the purpose of
- 12 developing public parks and recreational facilities; and
- 13 (2) necessary right-of-way for public ingress and
- 14 egress to an area described by Subdivision (1).
- 15 (b) The authority may provide recreational facilities and
- 16 services and may enter into a contract or agreement with any person
- 17 for the construction, operation, or maintenance of a park or
- 18 recreational facility.
- 19 (c) The authority may perform a function necessary to
- 20 qualify for a state or federal recreational grant or loan.
- 21 (d) The legislature intends that the authority coordinate
- 22 the development of any public parks or recreational facilities with
- 23 the Parks and Wildlife Department for conformity with the land and
- 24 water resources conservation and recreation plan. (Acts 56th Leg.,
- 25 R.S., Ch. 279, Sec. 14a (part).)

#### 26 Source Law

- Sec. 14a. (1) . . . The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;
- 30 (8) the Authority shall have the power to acquire additional land adjacent to any permanent 31 32 improvement heretofore or hereafter constructed within the Authority for the purpose of developing 33 34 public parks and recreational facilities; the power to 35 36 acquire necessary right-of-way for public ingress and egress to such areas. The Authority may provide recreational facilities and services, and may enter 37 38 39 into contracts and agreements with the Federal Government or any agency thereof; the Parks 40 Wildlife Department of the State of Texas, any county, 41

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municipality, municipal corporation, person, firm or nonprofit organization for the construction, operation and maintenance of such park or recreational facility. It is legislative intent that the Authority will coordinate the development of any public parks and recreational facilities with the Parks and Wildlife Department for conformity with the land and water resources conservation and recreation plan. The Authority may perform all functions necessary to qualify for state or federal recreational grants and loans:

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# 13 <u>Revisor's Note</u>

Section 14a(8), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the authority's power to enter into contracts and agreements with "the Federal Government or any agency thereof; the Parks and Wildlife Department of the State of Texas, any county, municipality, municipal corporation, person, firm or nonprofit organization." The revised law substitutes "any person" for the quoted language because under Section 311.005(2), Government Code (Code Construction Act), "person" is defined to include any legal entity.

#### 25 Revised Law

- Sec. 8510.0309. POWERS RELATING TO WASTE FACILITIES; BONDS.
- 27 (a) As a necessary aid to the conservation, control, preservation,
- 28 and distribution of the water of the Red River and its tributaries
- 29 for beneficial use, the authority may:
- 30 (1) purchase, construct, improve, repair, operate,
- 31 and maintain works and facilities necessary for the collection,
- 32 transportation, treatment, and disposal of sewage and industrial
- 33 waste and effluent; and
- 34 (2) issue bonds for a purpose described by Subdivision
- 35 (1).
- 36 (b) The authority may contract with:
- 37 (1) a municipality or other entity to collect,
- 38 transport, treat, and dispose of sewage from the municipality or
- 39 entity; and
- 40 (2) a municipality for the use of collection,

- 1 transportation, treatment, or disposal facilities owned by the
- 2 municipality or by the authority.
- 3 (c) A bond issued under this section must be:
- 4 (1) payable from revenue under a contract described by
- 5 this section or from other authority income; and
- 6 (2) in the form and issued in the manner prescribed by
- 7 law for other revenue bonds and as provided by Sections 8510.0504,
- 8 8510.0505, 8510.0506, 8510.0507, 8510.0508, 8510.0509, 8510.0510,
- 9 8510.0511, and 8510.0512. (Acts 56th Leg., R.S., Ch. 279, Sec. 14a
- 10 (part).)

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### 11 Source Law

Sec. 14a. (1) . . . The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;

(9)addition other in to purposes heretofore authorized by law and as a necessary aid to the conservation, control, preservation, distribution of such water for beneficial use, authorized to purchase, constr ir, operate and maintain works Authority is construct, improve, repair, facilities necessary for the collection, transportation, treatment and disposal of sewage and industrial waste and effluent and to issue negotiable bonds for such purposes, and the Authority may make contracts with cities and others under which the Authority will collect, transport, treat and dispose of sewage from such cities or other entities. The Authority may also make contracts with any city for the use of any collection, transportation, treatment or disposal facilities owned by such city or by the Authority;

(10) the bonds which may be issued under this Section, shall be payable from revenues under any contract or contracts described herein or from other income of the Authority. Such bonds shall be in the form and shall be issued in the manner prescribed by law for other revenue bonds and as provided in Sections 26, 27, 28 and 29, Article 8280-228.

# Revisor's Note

(1) Section 14a(9), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the authority to issue "negotiable" bonds. The revised law omits "negotiable" because it duplicates, in substance, Section 1201.041, Government Code, which 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 law contained in
  that chapter. Chapter 1201, Government Code, applies
  to authority bonds under Sections 1201.002 and
  1201.003, Government Code.
  - (2) Section 14a(9), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to a "city" and "cities." Throughout this chapter, the revised law substitutes "municipality" for "city," "town," "village," and the plural of those terms because the meaning of "municipality" includes those entities, and "municipality" is the term used in the Local Government Code.
- (3) Section 14a(10), Chapter 279, Acts of the 14 56th Legislature, Regular Session, 1959, refers to 15 Sections 26, 27, 28, and 29, Article 8280-228. 16 V.A.C.S. Article 8280-228 is the unofficial citation 17 of Chapter 279 supplied by West Group, a private legal 18 publisher. Sections 26, 27, 28, and 29 of Chapter 279 19 are revised in pertinent part in this chapter as 20 Sections 8510.0504, 8510.0505, 8510.0506, 8510.0507, 21 8510.0508, 8510.0509, 8510.0510, 8510.0511, 22 8510.0512, and the revised law is drafted accordingly. 23

#### 24 Revised Law

- Sec. 8510.0310. ADDITIONAL POWERS OF AUTHORITY AND OTHER PERSONS; BONDS. (a) In this section, "public agency" means an authority, district, municipality, other political subdivision, joint board, or other public agency created and operating under the laws of this state.
  - (b) The authority and a person may:
- 31 (1) contract, on terms to which the parties may agree, 32 with respect to an authority power, function, or duty; and
- 33 (2) execute appropriate documents and instruments in 34 connection with a contract described by Subdivision (1).

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- 1 (c) The authority may issue bonds in the manner provided by
- 2 Sections 8510.0504, 8510.0505, 8510.0506, 8510.0507, 8510.0508,
- 3 8510.0510, and 8510.0511 with respect to its powers, including the
- 4 powers granted by this section, for the purpose of providing money:
- 5 (1) to enable the authority to pay for the costs of
- 6 engineering design and studies, surveys, title research,
- 7 appraisals, options on property, and other related matters and
- 8 activities in connection with planning and implementing various
- 9 proposed projects or improvements; and
- 10 (2) to operate and maintain a facility.
- 11 (d) Notwithstanding any other provision of this chapter,
- 12 the authority may undertake and carry out any activities, enter
- 13 into loan agreements, leases, or installment sales agreements, and
- 14 acquire, construct, own, operate, maintain, repair, improve, or
- 15 extend and loan, lease, sell, or otherwise dispose of, on terms
- 16 including rentals, sale price, or installment sale payments as the
- 17 parties may agree, at any place or location inside the authority's
- 18 boundaries, any and all money or bond proceeds, works,
- 19 improvements, facilities, plants, buildings, structures,
- 20 equipment, and appliances, and all property or any property
- 21 interest, that is incident, helpful, or necessary.
- (e) The authority may exercise the powers provided by
- 23 Subsection (d) to:
- 24 (1) provide for the control, storage, preservation,
- 25 transmission, treatment, distribution, and use of water, including
- 26 storm water, floodwater, and the water of rivers and streams, for
- 27 irrigation, electric energy, flood control, municipal, domestic,
- 28 industrial, agricultural, and commercial uses and purposes and for
- 29 all other beneficial purposes;
- 30 (2) supply water for municipal, domestic, electric
- 31 energy, industrial, irrigation, oil flooding, mining,
- 32 agricultural, and commercial uses and purposes and for all other
- 33 beneficial uses and purposes;
- 34 (3) generate, produce, distribute, and sell electric

- 1 energy; and
- 2 (4) facilitate the carrying out of an authority power,
- 3 duty, or function.
- 4 (f) The purposes stated by Subsection (e) are for the
- 5 conservation and development of the natural resources of this state
- 6 within the meaning of Section 59, Article XVI, Texas Constitution.
- 7 (g) A public agency may:
- 8 (1) impose a fee, rate, charge, rental, or other
- 9 amount, including a water charge, a sewage charge, a solid waste
- 10 disposal system fee and a charge including garbage collection or
- 11 handling fee, or another charge or fee, for a service or facility
- 12 provided by a utility operated by the public agency, or provided
- 13 pursuant to or in connection with a contract with the authority;
- 14 (2) impose an amount described by Subdivision (1) on
- 15 inhabitants, users, or beneficiaries of the utility, service, or
- 16 facility described by that subdivision; and
- 17 (3) use or pledge an amount described by Subdivision
- 18 (1) to make a payment to the authority required under the contract
- 19 and may pledge that amount in an amount sufficient to make all or
- 20 any part of the payment to the authority when due.
- 21 (h) If a public agency and the authority agree in a
- 22 contract, the payment made by the public agency to the authority
- 23 under the contract is an expense of operation of a facility or
- 24 utility operated by the public agency.
- (i) This section does not compel a person or public agency
- 26 to secure water, sewer service, or another service from the
- 27 authority, except under a voluntarily executed contract. (Acts
- 28 56th Leg., R.S., Ch. 279, Secs. 14b(a)(part), (b), (d), (e), (f),
- 29 (g), (h)(part), (j).)
- 30 Source Law
- 31 Sec. 14b. (a) As used in this section: 32
- 33 (2) 'Public agency' means an authority,
- district, city, town, other political subdivision, joint board, or other public agency created and
- operating under the laws of this state.
- 37 (b) The Authority and all persons may contract,

on terms and conditions to which the parties may agree, with respect to any power, function, or duty of the Authority, and the Authority and all persons may execute all appropriate documents and instruments in connection therewith. The Authority may issue bonds with respect to any of its powers in the manner provided by Section 26 of this Act including those powers granted in this section for the purpose of providing funds:

- (1) to enable the Authority to pay for the costs of engineering design and studies, surveys, title research, appraisals, options on personal property, and other related matters activities in connection with implementing various proposed planning and projects improvements; and
- (2) to operate and maintain any facilities.
- Notwithstanding any provisions of this Act (d) and in addition to all other powers granted by this Act or by any other law, the Authority may:
- (1) undertake and carry out any activities;
- (2) enter into loan agreements, leases, or installment sale agreements; and
- (3) acquire, purchase, construct, operate, maintain, repair, improve, or extend and loan, lease, sell, or otherwise dispose of, on terms and conditions including rentals, sale price, installment sale payments as the parties may agree, at any place or location in the boundaries of the Authority, any and all money or bond proceeds, works, buildings, improvements, facilities, plants, structures, equipment, and appliances, property or any interest in property, appliances, and all that are incident, helpful, or necessary.
- (e) The Authority may exercise the powers in Subsection (d) of this section, to:
- (1) provide for the control, storage, preservation, transmission, treatment, distribution, and use of water, including storm water, flood water, and the water of rivers and streams, for irrigation, electric energy or power, flood control, municipal, domestic, industrial, agricultural, and commercial uses and purposes, and for all other beneficial purposes;
- (2) supply water for municipal, domestic, electric energy or power, industrial, irrigation, oil flooding, mining, agricultural, and commercial uses and purposes and for all other beneficial uses and purposes;
- generate, produce, distribute, (3) and sell electric energy or power; and
  (4) facilitate the carrying out of
- any power, duty, or function of the Authority.
- (f) It is found and determined by legislature that all of the purposes stated Subsection (e) of this section in conservation and development of the natural resources of this state within the meaning of Article XVI, Section 59, of the Texas Constitution.
- (g) Each public agency may fix, charge, and collect fees, rates, charges, rentals, and other amounts for any services or facilities provided by a utility operated by it, or provided pursuant to or in connection with any contract with the Authority. The fees, rates, charges, rentals, and other amounts may

be charged to and collected from inhabitants or from any users or beneficiaries of that utility, service, or facility. These may include specifically water charges, sewage charges, solid waste disposal system fees and charges including garbage collection or handling fees, and other fees or charges.

- (h) Those fees, rates, charges, rentals, and other amounts may be used or pledged to make payments to the Authority required under the contract and may be pledged in amounts sufficient to make all or any part of those payments to the Authority when due. Those payments, if the parties agree in the contract, constitute an expense of operation of any facilities or utility operated by the public agency; . . .
- (j) This section does not compel any person, including any public agency, to secure water, sewer service, or any other service from the Authority, except voluntarily executed contracts.

#### Revisor's Note

(1) Section 14b(a)(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, defines "person." The revised law omits that definition because it duplicates, in substance, the definition of "person" provided by Section 311.005(2), Government Code (Code Construction Act). The omitted law reads:

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- Section 14b(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the authority and all persons to contract, on "terms and conditions" to which the parties may agree, with respect to any power, function, or duty of authority, and Section 14b(d)(3) of Chapter 279 authorizes the authority to take certain actions, on "terms and conditions" as the parties may agree, with respect to money and property. Throughout chapter, the revised law omits "conditions" in this context because the meaning of the term is included in the meaning of "terms."
- (3) Section 14b(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to

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- Section 26 of Chapter 279. Section 26 is revised in pertinent part in this chapter as Sections 8510.0504, 8510.0505, 8510.0506, 8510.0507, 8510.0508, 8510.0510, and 8510.0511, and the revised law is drafted accordingly.
  - (4) Section 14b(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the authority's "funds." Throughout this chapter, the revised law substitutes "money" for "funds" because, in context, the terms have the same meaning and "money" is more commonly used.
  - (5) Section 14b(b)(1), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "real or personal property." The revised law omits "real or personal" because under Section 311.005(4), Government Code (Code Construction Act), "property" includes real and personal property.
  - (6) Section 14b(c), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the authority to invest authority money in any manner or in any securities determined by the board. The revised law omits that provision as superseded by Subchapter A, Chapter 2256, Government Code (enacted as Chapter 889, Acts of the 70th Legislature, Regular Session, 1987), which governs the investments of certain public entities. The omitted law reads:
    - (c) The Authority may invest any of its funds, including bond proceeds, in any manner or in any securities determined by its Board of Directors.
  - (7) Section 14b(d)(3), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, grants the authority the power to "acquire" and "purchase" certain property. The revised law omits the reference to "purchase" for the reason stated in Revisor's Note

(3) to Section 8510.0303.

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- (8) Section 14b(e), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "electric energy or power." The revised law omits the term "power" because, in this context, "power" is included in the meaning of "electric energy."
- (9) Section 14b(g), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes a public agency to "fix, charge, and collect" fees, rates, charges, rentals, and other amounts for certain services or facilities to be "charged to and collected from" certain persons. The revised law substitutes "impose" for the quoted language because, in context, the language has the same meaning and "impose" is more commonly used.
- (10) Section 14b(h), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that an agreement may not be made that violates the United The revised law omits States or Texas Constitution. the provision as it relates to the United States Constitution because under the Supremacy Clause of the United States Constitution (Clause 2, Article VI), the United States Constitution always takes precedence The revised law omits the over a state statute. provision as it relates to the Texas Constitution because state legislature cannot modify a the constitutional provision by statute. The omitted law reads:
  - (h) . . . provided that an agreement may not be made that would violate the United States or Texas constitutions.
- (11) Section 14b(i), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides in part that Section 14b is sufficient authority for the issuance of bonds, the execution of contracts, and the

performance of other authorized acts by the authority and other persons, including public agencies, without reference to any other law or any restrictions or limitations included in another law, and that in case of certain conflicts between Section 14b(i) and any other law, including a home-rule city charter, Section 14b prevails.

The revised law omits the statement that Section 14b is sufficient authority for the performance of acts 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 and that in case of certain conflicts between Section 14b(i) and other law, including a home-rule city charter, Section 14b prevails, because the statement is both unnecessary and potentially misleading.

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. extent the statement means that Section 14b prevails over other law that was in existence at the time that section became effective and with which Section 14b(i) conflicts, it merely restates general rules of statutory construction. To the extent the statement implies that Section 14b prevails over future enactments of the legislature that may conflict with it, it is 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

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Code (Code Construction Act), governs the interpretation of the revised law in instances of apparent conflict with other laws. Furthermore, a statement that Section 14b prevails over a conflicting home-rule city charter is unnecessary because it restates the common rule of statutory construction regarding conflicting laws.

In addition, 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 are duplicative of other law. Codification of the statement might create an impression that the provisions of other law that duplicate the omitted provisions do not apply.

Section 14b(i) also provides that the authority and other persons, including public agencies, may use any other law that does not conflict with that subsection to carry out any power granted by Section 14b. The revised law omits that provision as unnecessary. The operative provisions of other applicable laws are fully effective on their own terms. The omitted law reads:

This section is wholly sufficient (i) authority for the issuance of the bonds, the execution of contracts, and the performance of the other acts and procedures authorized in this Act by the Authority and persons, public agencies, including without reference to other any law restrictions or limitations included in any other law. To the extent of any conflict or inconsistency between this subsection and any other law including a home-rule city charter, this section prevails and controls; provided that the Authority and persons, including public agencies, may use any other law, not in conflict with this subsection, to the extent convenient or necessary to carry out any power or authority granted by this section.

#### Revised Law

- 2 Sec. 8510.0311. POWERS RELATING TO CONTRACTS. (a) The 3 authority may execute any contract and enter into any agreement 4 necessary to accomplish the purpose for which it was created, including a contract with a municipality, corporation, or district, 5 the United States, this state or an agency of this state, or the 6 7 state of Oklahoma, Arkansas, or Louisiana, the confines of which 8 are contiguous or adjacent to the Red River.
- 9 (b) The authority may enter into a contract or execute an 10 instrument necessary or convenient to the exercise of the 11 authority's powers, rights, privileges, and functions granted by 12 this chapter and general law pertaining to a water control and 13 improvement district. (Acts 56th Leg., R.S., Ch. 279, Secs. 16, 22 (part).)

#### Source Law

Sec. 16. The Authority is granted the power to execute such contracts and enter into such agreements as may be necessary to accomplish the purpose for which it is created. In keeping with this provision the Authority is authorized to enter into contracts with cities, corporations, districts, the United States and its agencies, the State of Texas and agencies thereof, or the States of Oklahoma, Arkansas, and Louisiana, the confines of which are contiguous or adjacent to Red River.

# Sec. 22. The Authority may:

(4) make other contracts and execute instruments necessary or convenient to the exercise of the powers, rights, privileges and functions conferred on the Authority by this Act and the general laws of the state pertaining to water control and improvement districts;

### Revisor's Note

Chapter 279, Acts of the Section 16, 56th Legislature, Regular Session, 1959, refers to "the United States and its agencies." The revised law omits agencies" as unnecessary because under Section 311.005(9), Government Code (Code Construction Act), "United States" includes department, bureau, or other agency of the United

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# 2 Revised Law

- 3 Sec. 8510.0312. POWERS RELATING TO WATER DISTRIBUTION
- 4 PLANTS OR SYSTEMS. (a) The authority may contract with a
- 5 municipality located inside its boundaries for the purchase, lease,
- 6 use, management, control, or operation of a water distribution
- 7 plant or system owned by the municipality in accordance with the
- 8 terms mutually agreed on by the governing bodies of the authority
- 9 and the municipality.
- 10 (b) The authority may acquire by a contract described by
- 11 Subsection (a) rights in surface water or groundwater belonging to
- 12 the municipality.
- 13 (c) The authority may use water rights acquired from a
- 14 municipality under Subsection (b) only for:
- 15 (1) a purpose for which the municipality would be
- 16 authorized to use them; and
- 17 (2) the purposes of the municipality's water
- 18 distribution plant or system. (Acts 56th Leg., R.S., Ch. 279, Sec.
- 19 16a.)

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# 20 Source Law

Sec. 16a. The Authority is expressly authorized to contract with cities, towns, or villages located within its boundaries for the purchase, lease, use, management, control or operation of water distribution plants or systems owned by said cities, towns or villages, in accordance with such terms and conditions as may be mutually agreed upon by and between the governing bodies of the Authority and such city, town or village. In this connection the Authority is empowered to acquire by any such contract surface or underground water rights belonging to any such city, town or village; provided, however, that the Authority shall devote any such water rights so acquired to only such uses as the city, town or village from which they were acquired would be authorized to make of them; and, provided further, that the Authority shall use any such water rights so acquired only for the purposes of the water distribution plant or system of the city, town or village from which such water rights were acquired, and not otherwise.

#### 41 Revisor's Note

Section 16a, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, authorizes the

- authority to acquire rights to "underground water."
- 2 The revised law substitutes "groundwater" for
- "underground water" because "groundwater" is the term
- 4 used in Chapter 36, Water Code.

#### 5 Revised Law

- 6 Sec. 8510.0313. CONTRACTS FOR SALE AND DELIVERY OF WATER TO
- 7 CERTAIN MUNICIPALITIES. The authority may enter into a contract
- 8 necessary to provide for the sale and delivery of water to the City
- 9 of Eldorado, Oklahoma. (Acts 56th Leg., R.S., Ch. 279, Sec. 16A.)
- 10 Source Law
- 11 Sec. 16A. The Authority may enter into any
- contracts necessary to provide for the sale and
- delivery of water to the City of Eldorado, Oklahoma.
- 14 Revised Law
- 15 Sec. 8510.0314. ACQUISITION OF PROPERTY BY GIFT, PURCHASE,
- 16 OR EMINENT DOMAIN. (a) In this section, "property" means property
- 17 of any kind, including a lighter, tug, barge, or other floating
- 18 equipment of any nature.
- 19 (b) The authority may acquire by gift or purchase property
- 20 or a property interest located inside or outside the authority's
- 21 boundaries necessary to the exercise of the powers, rights,
- 22 privileges, and functions conferred on the authority by this
- 23 chapter and by the exercise of the power of eminent domain in the
- 24 manner provided by Subsection (c), provided that the authority is
- 25 not required to give bond for appeal or bond for costs in a judicial
- 26 proceeding.
- 27 (c) The authority may exercise the power of eminent domain
- 28 in the manner provided by the general law applicable to a water
- 29 control and improvement district.
- 30 (d) The authority may not exercise the power of eminent
- 31 domain outside the authority's boundaries.
- 32 (e) The authority's authority under this section to
- 33 exercise the power of eminent domain expired on September 1, 2013,
- 34 unless the authority submitted a letter to the comptroller in
- 35 accordance with Section 2206.101(b), Government Code, not later

1 than December 31, 2012. (Acts 56th Leg., R.S., Ch. 279, Secs. 14a

2 (part), 18 (part), 19 (part); New.)

3 <u>Source Law</u>

Sec. 14a. (1) . . . The Authority shall have and is hereby authorized to exercise the following powers, rights and privileges, and functions;

(4) 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 Authority necessary to the exercise of the powers, rights, privileges and functions conferred upon it by this Act and by condemnation in the manner provided in Section 18 of the Act creating the Authority, provided that the Authority shall not be required to give bond for appeal or bond for costs in any judicial proceedings;

. . .

Sec. 18. The Authority is hereby vested with the right of eminent domain in the manner provided by the general law pertaining to water control and improvement districts. . .

Sec. 19. . . . The right of eminent domain shall not be exercised or extend beyond the boundaries of this District.

# Revisor's Note

- (1) Section 14a(4), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "properties of any kind, . . . real, personal or mixed." The revised law omits the reference to "real, personal or mixed" for the reason stated in Revisor's Note (5) to Section 8510.0310 and because "mixed" property is property consisting of both real and personal property.
- (2) Section 14a(4), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority may acquire certain property "by condemnation." The revised law substitutes "by the exercise of the power of eminent domain" for the quoted language because the phrases have the same meaning and the latter phrase is consistent with modern usage in laws relating to eminent domain.
  - (3) Section 14a(4), Chapter 279, Acts of the

- 56th Legislature, Regular Session, 1959, refers to the manner of condemnation provided by "Section 18 of the Act creating the Authority." That act is Chapter 279. Section 18 of Chapter 279 is revised in pertinent part as Subsection (c) of this section, and the revised law is drafted accordingly.
- Sections 14(a)(4) and 18, Chapter 279, Acts 56th Legislature, Regular Session, of the 1959, authority eminent domain authority. provide the 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 2206.101, Government Code.
- (5) Section 19, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to the authority as the "District." The revised law substitutes "authority" for "District" to more closely conform to the name of the authority and because "authority" is the defined term under this chapter used to refer to the authority.

# 27 <u>Revised Law</u>

Sec. 8510.0315. COST OF RELOCATING OR ALTERING PROPERTY.

If the authority's exercise of the power of eminent domain, the

power of relocation, or any other power granted by this chapter

makes necessary relocating, raising, rerouting, changing the grade

of, or altering the construction of a highway, railroad, electric

transmission line, telephone or telegraph property or facility, or

pipeline, the necessary action shall be accomplished at the

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- 1 authority's sole expense. (Acts 56th Leg., R.S., Ch. 279, Sec. 18
- 2 (part).)
- 3 Source Law
- 4 Sec. 18. In the event that the Authority, in the exercise of the power of eminent domain or power of relocation, or any other power granted hereunder, 5 6 makes necessary the relocation, raising, rerouting or 7 8 changing the grade of, or altering the construction of any highway, railroad, electric transmission line, telephone or telegraph properties and facilities, or 9 10 pipeline, all such necessary relocation, raising, rerouting, changing of grade or alteration of 11 12 13 construction shall be accomplished at the sole expense 14 of the Authority.
- 15 Revised Law
- Sec. 8510.0316. ACQUISITION OR OPERATION OF PROPERTY. (a)
- 17 In this section, "property" includes:
- 18 (1) rights, including surface water rights and
- 19 groundwater rights; and
- 20 (2) land, tenements, easements, rights-of-way,
- 21 improvements, reservoirs, dams, canals, laterals, plants, works,
- 22 and facilities.
- 23 (b) The authority may investigate, plan, acquire,
- 24 construct, maintain, or operate any property the authority
- 25 considers necessary or proper to accomplish the purposes for which
- 26 the authority is created.
- (c) The power described by Subsection (b) includes the power
- 28 to acquire, inside or outside the authority, property and all other
- 29 rights that are incidental or helpful to carrying out the purposes
- 30 for which the authority is created.
- 31 (d) The authority may purchase groundwater rights only as
- 32 provided by Section 8510.0317.
- 33 (e) Notwithstanding the other provisions of this section,
- 34 the authority may engage in the generation or distribution of
- 35 electric energy only as provided by Section 8510.0310. (Acts 56th
- 36 Leg., R.S., Ch. 279, Sec. 19 (part); New.)
- 37 Source Law
- 38 Sec. 19. Said Authority . . . may exercise such
- functions, powers, . . . rights and duties [as may
- 40 permit the accomplishment of the purposes for which it

is created], including investigating and planning, acquiring, constructing, maintaining and operating of all necessary properties, lands, rights, tenements, easements, improvements, reservoirs, dams, canals, laterals, plants, works and facilities which it may deem necessary or proper for the accomplishment of said purposes, including the acquisition within and/or without said Authority of lands rights-of-way of lands, rights-of-way, without said Authority rights, rights, surface water groundwater purchased, as provided by Section 19a, and all other properties, tenements, easements and all other rights incident, helpful to, or in aid of carrying out the purposes of said Authority as herein defined; provided, however, that said Authority shall not engage in the generation or distribution of electric power except as provided by Section 14b of this

# Revisor's Note

- (1) The definition of "property" is added to the revised law for drafting convenience and to eliminate unnecessary repetition of the substance of the definition.
- (2) Section 19, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to Section 19a of Chapter 279. Section 19a is revised in pertinent part in this chapter as Section 8510.0317, and the revised law is drafted accordingly.
- (3) Section 19, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "electric power." The revised law substitutes a reference to "electric energy" for consistency with Section 8510.0310(e)(1).
- (4) Section 19, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to Section 14b of Chapter 279. Section 14b is revised in pertinent part in this chapter as Section 8510.0310, and the revised law is drafted accordingly.

### 38 <u>Revised Law</u>

- Sec. 8510.0317. LIMITATION ON PURCHASE OF GROUNDWATER 40 RIGHTS. The authority may purchase groundwater rights in a county 41 inside the authority's territory only if:
- 42 (1) there is a groundwater conservation district that

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- 1 has jurisdiction over water wells located in the county; or
- 2 (2) in a county that is not in the jurisdiction of a
- 3 groundwater conservation district, the commissioners court of the
- 4 county approves the purchase of groundwater rights by the authority
- 5 in the county. (Acts 56th Leg., R.S., Ch. 279, Sec. 19a.)

#### 6 Source Law

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Sec. 19a. The Authority may purchase groundwater rights in a county in the Authority's territory only if:

(1) there is a groundwater conservation district that has jurisdiction over water wells located in the county; or

(2) in the case where a county is not in the jurisdiction of a groundwater conservation district, the commissioners court of the county approves the purchase of groundwater rights by the Authority in the county.

#### 18 Revised Law

- 19 Sec. 8510.0318. LIMITATION ON POWERS OF AUTHORITY REGARDING
- 20 GROUNDWATER. This chapter does not authorize the authority to:
- 21 (1) acquire or regulate groundwater or groundwater
- 22 rights by the exercise of the power of eminent domain; or
- 23 (2) regulate the use of groundwater resources. (Acts
- 24 56th Leg., R.S., Ch. 279, Sec. 25.)

# 25 Source Law

Sec. 25. Nothing in this Act shall be construed as authorizing the Authority to acquire or regulate underground water or underground water rights by condemnation or regulate the use of underground water resources in any manner.

# Revisor's Note

- (1) Section 25, Chapter 279, Acts of the 56th
  Legislature, Regular Session, 1959, limits the powers
  of the authority regarding "underground water,"
  "underground water rights," and "underground water
  resources." The revised law substitutes "groundwater"
  for "underground water" for the reason stated in the
  revisor's note to Section 8510.0312.
- (2) Section 25, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, prohibits the authority from acquiring or regulating underground

water or underground water rights by "condemnation."

The revised law substitutes "exercise of the power of

3 eminent domain" for "condemnation" for the reason

stated in Revisor's Note (2) to Section 8510.0314.

#### 5 Revised Law

6 Sec. 8510.0319. LIMITATION ON POWERS AND DUTIES OF

7 AUTHORITY; COMMISSION APPROVAL OF CERTAIN PLANS. (a) The

8 authority's powers and duties under this chapter are subject to all

9 legislative declarations of public policy in the maximum use of the

waters of the authority's watersheds for the purposes for which the

11 authority was created.

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12 (b) The commission shall consider the adequacy and

13 feasibility of, and approve or refuse to approve, each flood

14 control or conservation plan that is devised to achieve a purpose

15 for which the authority was created. (Acts 56th Leg., R.S., Ch.

16 279, Sec. 15 (part).)

#### 17 Source Law

Sec. 15. The powers and duties herein granted to the Authority are recognized to be taken subject to all legislative declarations of public policy in the maximum utilization of the waters of the Authority's watersheds for the purposes for which the Authority is created. . . . the State Board of Water Engineers, or any board or agency which may succeed to its duties, which agency shall be charged with the authority and duty to approve, or to refuse to approve, the adequacy and feasibility of any plan or plans for flood control or conservation devised for the achievement of the purposes intended in the creation of the Authority.

#### Revisor's Note

Section 15, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority in the exercise of its powers and duties is subject to the continuing supervision by the state, acting through the State Board of Water Engineers or its successor. The revised law omits the provision as unnecessary because, as explained by Revisor's Note (2) to Section 8510.0302, the Texas Commission on Environmental Quality is the successor to the board of

1 water engineers and, therefore, the duplicates, in substance, part of Section 12.081, 2 3 Water Code, which subjects certain special districts including 4 and authorities, the authority, supervision by the Texas Commission on Environmental 5 Quality. The omitted law reads: 6

Sec. 15. . . . The Authority in the exercise of its powers and duties shall be subject to the continuing supervision by the state, which shall be exercised through [the State Board of Water Engineers, or any board or agency which may succeed to its duties,] . . .

14 Revised Law

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- Sec. 8510.0320. LIMITATION ON POWER TO MANUFACTURE AND PRODUCE GASOHOL. The authority may manufacture and produce gasohol only:
- 18 (1) to operate the authority's equipment in an 19 emergency as determined by the authority's general manager; and
- 20 (2) on obtaining any necessary authorization required 21 by law. (Acts 56th Leg., R.S., Ch. 279, Sec. 14c(a).)

22 Source Law

Sec. 14c. (a) On acquisition of any necessary authorization as provided by law, the Authority may engage in the manufacture and production of gasohol only for use in operating equipment of the Authority in an emergency as determined by the General Manager of the Authority.

29 Revisor's Note

Section 14c(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority is eligible for a local industrial alcohol manufacturer's permit under Chapter 47, Alcoholic Beverage Code, and that the authority's authority under the permit is subject to certain limitations. The revised law omits the provision because Chapter 1359, Acts of the 86th Legislature, Regular Session, 2019, repealed Chapter 47, Alcoholic Beverage Code, and amended Section 38.01 of that code to allow for the

1	manufacture and production of industrial alcohol
2	without a permit. The omitted law reads:
3 4 5 6 7 8 9	(b) The Authority is eligible for a local industrial alcohol manufacturer's permit under Chapter 47, Alcoholic Beverage Code, as amended, as if it were an eligible Texas corporation, but its authority under the permit is limited as provided by Subsection (a) of this section.
10	Revised Law
11	Sec. 8510.0321. SEAL. The authority may use a corporate
12	seal. (Acts 56th Leg., R.S., Ch. 279, Sec. 22 (part).)
13	Source Law
14 15 16 17	Sec. 22. The Authority may: (2) use a corporate seal;
18 19	<u>Revisor's Note</u> ( <u>End of Subchapter</u> )
20	(1) Section 14(j), Chapter 279, Acts of the 56th
21	Legislature, Regular Session, 1959, provides that the
22	authority may sue and be sued in its own name. The
23	revised law omits that provision because it duplicates
24	part of Section 49.066, Water Code. The omitted law
25	reads:
26 27	(j) Such Authority shall have the right to sue and be sued in its own name.
28	(2) Section 22, Chapter 279, Acts of the 56th
29	Legislature, Regular Session, 1959, provides that the
30	authority may make bylaws for the management and
31	regulation of its affairs. The revised law omits that
32	provision because it duplicates, in substance, part of
33	Section 49.057(g), Water Code, which provides that the
34	board may adopt bylaws to govern the authority's
35	affairs. The omitted law reads:
36 37 38 39	Sec. 22. [The Authority may:] (1) make bylaws for the management and regulation of its affairs;

1	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
2	Revised Law
3	Sec. 8510.0401. PROCEDURE FOR PAYMENT. A warrant for the
4	payment of money by the authority may be drawn and signed by two
5	authority officers or employees, as designated by a standing order
6	entered in the authority's minutes, if the account has been
7	contracted and ordered paid by the board. (Acts 56th Leg., R.S.,
8	Ch. 279, Sec. 5 (part).)
9	Source Law
10 11 12 13 14	Sec. 5 Warrants for the payment of money may be drawn and signed by two (2) officers or employees designated by standing order entered in the minutes of the Authority when such accounts have been contracted and ordered paid by the Board of Directors.
15	Revised Law
16	Sec. 8510.0402. RECEIPT OF MONEY. The treasurer shall
17	receive and give a receipt for all money received and spent by the
18	authority. (Acts 56th Leg., R.S., Ch. 279, Sec. 7 (part).)
19	Source Law
20 21	Sec. 7 The treasurer shall receive and receipt for all moneys received and expended
22	Revised Law
23	Sec. 8510.0403. FISCAL YEAR. The authority's fiscal year
24	ends September 30 of each year. (Acts 56th Leg., R.S., Ch. 279,
25	Sec. 9 (part).)
26	Source Law
27 28	Sec. 9 a fiscal year ending September 30 of each year, and
29	Revised Law
30	Sec. 8510.0404. FILING OF AUDIT REPORT. A copy of the audit
31	report prepared under Subchapter G, Chapter 49, Water Code, shall
32	be filed:
33	(1) as required by Section 49.194, Water Code; and
34	(2) in the office of the auditor. (Acts 56th Leg.,
35	R.S., Ch. 279, Sec. 9 (part); New.)
36	Source Law
37	Sec. 9 A copy of the report shall be

filed in the office of the auditor. . . .

2 Revisor's Note

9, Chapter 279, Acts of the 3 Section 56th Legislature, Regular Session, 1959, requires the 4 5 authority's annual audit report to be filed with the 6 auditor. For context and for the convenience of the reader, the revised law adds references to the audit 7 8 report the authority is required to prepare under Subchapter G, Chapter 49, Water Code, and to Section 9 49.194 of that code, which governs the filing of the 10 11 report.

# 12 Revised Law

- Sec. 8510.0405. ASSET MANAGEMENT PLAN. (a) In this section, "system" means a system for the:
- 15 (1) provision of water to the public for human 16 consumption; or
- 17 (2) collection and treatment of wastewater.
- 18 (b) The authority shall adopt an asset management plan by:
- 19 (1) preparing an asset inventory that identifies the
- 20 assets of each system and the condition of the assets;
- 21 (2) developing criteria to prioritize assets for 22 repair or replacement, including:
- (A) the date by which the asset will need to be
- 24 repaired or replaced;
- 25 (B) the importance of the asset in providing safe
- 26 drinking water and complying with regulatory standards;
- (C) the importance of the asset to the effective
- 28 operation of the system; and
- 29 (D) other criteria as determined by the
- 30 authority;
- 31 (3) estimating asset repair and replacement costs;
- 32 (4) identifying and evaluating potential financing
- 33 options; and
- 34 (5) prioritizing systems that are not in compliance

- 1 with federal or state regulatory standards, including water quality
- 2 standards.

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- 3 (c) The authority shall review and revise the plan as
- 4 necessary to account for regulatory changes and other developments.
- 5 (d) The board shall approve the plan annually as part of its
- 6 budgeting process. (Acts 56th Leg., R.S., Ch. 279, Sec. 14e.)

# 7 Source Law

- 8 Sec. 14e. (a) In this section, "system" means a system for the:
  - (1) provision of water to the public for human consumption; or
  - $(\bar{2})$  collection and treatment of wastewater.
  - (b) The Authority shall adopt an asset management plan by:
  - (1) preparing an asset inventory that identifies the assets of each system and the condition of the assets;
  - (2) developing criteria to prioritize assets for repair or replacement, including:
  - (A) the date by which the asset will need to be repaired or replaced;
  - (B) the importance of the asset in providing safe drinking water and complying with regulatory standards;
  - (C) the importance of the asset to the effective operation of the system; and
  - (D) other criteria as determined by the Authority;
  - (3) estimating asset repair and replacement costs;
  - (4) identifying and evaluating potential financing options; and
  - (5) prioritizing systems that are not in compliance with federal or state regulatory standards, including water quality standards.
  - including water quality standards.

    (c) The Authority shall review and revise the plan as necessary to account for regulatory changes and other developments.
  - (d) The Board shall approve the plan annually as part of its budgeting process.

# 42 <u>Revised Law</u>

- Sec. 8510.0406. RATES AND CHARGES. (a) The authority shall impose rates and other charges for the sale or use of water or for services sold, provided, or supplied by the authority.
- 46 (b) The rates and other charges must be reasonable and 47 nondiscriminatory but sufficient to provide revenue adequate to:
- 48 (1) pay the authority's expenses in carrying out the
- 49 functions for which it is created; and
- 50 (2) fulfill the terms of any agreements made with the

- 1 holders of any of the authority's obligations. (Acts 56th Leg.,
- 2 R.S., Ch. 279, Sec. 20 (part).)

### 3 Source Law

Sec. 20. The Authority shall establish and collect rates and other charges for the sale or use of water or for its services sold, furnished or supplied which fees and charges shall be reasonable and nondiscriminatory but sufficient to produce revenues adequate to pay the expenses of the Authority in carrying out its functions for which it is created and to fulfill the terms of any agreements made with the holders of any of its obligations. . . .

#### Revisor's Note

- (1) Section 20, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority shall "establish and collect" rates and other charges. The revised law substitutes "impose" for the quoted language for the reason stated in Revisor's Note (9) to Section 8510.0310.
- (2) Section 20, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers to "rates and other charges" and "fees and charges." The revised law substitutes "rates and other charges" for "fees and charges" for consistency of terminology.
- (3) Section 20, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the rates and charges of the authority for the sale or use of water are subject to review by the Public Utility Commission of Texas as provided by general law. The revised law omits the provision as unnecessary because the provisions of general law giving the Public Utility Commission of Texas the power to review rates and charges for the sale or use of water apply by their own terms. The omitted law reads:

Sec. 20. . . . Provided, however, that the rates and charges for the sale or use of water shall be subject to review by the Public Utility Commission of Texas, as provided by general law.

1	Revised Law
2	Sec. 8510.0407. CHANGES TO RATES AND CHARGES. (a) In this
3	section, "affected person" has the meaning assigned by Section
4	13.002, Water Code.
5	(b) The board shall establish a process to ensure that,
6	before the authority makes a significant change to a rate or charge
7	for the sale and use of water, affected persons are provided:
8	(1) notice of the proposed change; and
9	(2) an opportunity to provide to the board comments
10	regarding the proposed change.
11	(c) The process established under Subsection (b) must
12	include:
13	(1) the provision of notice of a proposed change:
14	(A) on the authority's website; and
15	(B) in an affected person's utility bills; and
16	(2) appropriate informational meetings or rate
17	hearings that provide affected persons the opportunity to provide
18	public comments about the proposed change to be held:
19	(A) before sending a statement of intent required
20	under Chapter 13, Water Code;
21	(B) in locations as necessary to enable affected
22	persons to attend; and
23	(C) after the provision of notice under
24	Subdivision (1).
25	(d) The board by rule shall establish a percentage change in
26	a rate or charge such that a change greater than or equal to that
27	percentage is considered significant for purposes of Subsection
28	(b). (Acts 56th Leg., R.S., Ch. 279, Sec. 20a (part).)
29	Source Law
30 31 32 33 34 35 36 37 38	Sec. 20a. (a) In this section "affected person" has the meaning assigned by Section 13.002, Water Code.  (b) The Board shall establish a process to ensure that, before the Authority makes a significant change to a rate or charge for the sale and use of water, affected persons are provided:  (1) notice of proposed change; and (2) an opportunity to provide to the Board

1 2	comments regarding the proposed change. (c) The process established under Subsection
1 2 3 4 5 6	(b) must include:  (1) the provision of notice of a proposed
5	change:
7	<ul><li>(A) on the Authority's website; and</li><li>(B) in an affected person's utility</li></ul>
8 9	bills; and (2) appropriate informational meetings or
10 11	rate hearings that provide affected persons the opportunity to provide public comments about the
12	proposed change to be held:
13 14	(A) before sending a statement of intent required under Chapter 13, Water Code;
15 16	<ul><li>(B) in locations as necessary to enable affected persons to attend; and</li></ul>
17 18	(C) after the provision of notice under Subdivision (1) of this subsection.
19 20	(d) The Board by rule shall establish a percentage change in a rate or charge such that a
21	change greater than or equal to that percentage is
22 23	considered significant for purposes of Subsection (b) of this section.
24	Revised Law
25	Sec. 8510.0408. NOTICE OF RIGHT TO APPEAL CHANGES TO RATES.
26	(a) In this section, "affected person" has the meaning assigned by
27	Section 13.002, Water Code.
28	(b) The authority shall notify affected persons of their
29	right to appeal changes to rates:
30	(1) in notices related to changes to rates;
31	(2) in utility bills sent before the deadline for
32	initiating an appeal under Chapter 13, Water Code; and
33	(3) on the authority's website.
34	(c) The notice required by Subsection (b) must include
35	descriptions of:
36	(1) the appeals process;
37	(2) the requirements for an appeal, including the
38	number of signatures needed on a petition; and
39	(3) the methods available for obtaining additional
40	information related to rates. (Acts 56th Leg., R.S., Ch. 279, Secs.
41	20a (part), 20b.)
42	Source Law
43 44 45 46 47	Sec. 20a. (a) In Section 20b, "affected person" has the meaning assigned by Section 13.002, Water Code.  Sec. 20b. (a) The Authority shall notify affected persons of their right to appeal changes to
48	rates:

1 2	(1) in any notices related to changes to rates;
3 4	(2) in utility bills sent before the deadline for initiating an appeal under Chapter 13,
5 6 7 8	Water Code; and (3) on the Authority's website. (b) The notice required by Subsection (a) of this section must include descriptions of:
9 10 11	<ul><li>(1) the appeals process;</li><li>(2) the requirements for an appeal,</li><li>including the number of signatures needed on a</li></ul>
12 13 14	<pre>petition; and</pre>
15	Revisor's Note
16	Section 20a, Chapter 279, Acts of the 56th
17	Legislature, Regular Session, 1959, refers to "Section
18	20b" of Chapter 279. The revised law substitutes "this
19	section" for the quoted language because Section 20b
20	is revised in this section.
21	Revised Law
22	Sec. 8510.0409. DEPOSITORY. (a) The board shall designate
23	one or more banks in the authority to serve as depository for the
24	authority's money.
25	(b) Authority money shall be deposited in a depository,
26	except that:
27	(1) money pledged to pay bonds may be deposited with
28	the trustee bank named in the trust agreement; and
29	(2) money shall be remitted to the bank of payment for
30	the payment of the principal of and interest on bonds. (Acts 56th
31	Leg., R.S., Ch. 279, Sec. 23 (part).)
32	Source Law
33 34 35 36	Sec. 23. The Board of Directors shall designate one or more banks within the Authority to serve as depository for the funds of the Authority. All funds of the Authority shall be deposited in such depository
37 38 39 40 41	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
42	Revisor's Note
43	Section 23, Chapter 279, Acts of the 56th

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Legislature, Regular Session, 1959, requires a bank to

secure authority money deposited at the bank in the

manner provided by law for the security of county 1 money, to the extent that the 2 authority money 3 deposited is not insured by the Federal Deposit 4 Insurance Corporation. The revised law omits the 5 because duplicates, provision it in substance, Sections 2257.021 and 2257.022, Government Code, which 6 establish the amount and manner of security required 7 8 for a deposit of public funds. Those sections apply to security for 9 authority money under Sections 2257.002 and 2257.004, Government Code. The omitted 10 law reads: 11

Sec. 23. . . . 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.

# 18 Revised Law

Sec. 8510.0410. TAX NOT AUTHORIZED BY CHAPTER. This chapter does not authorize the authority to impose any form of tax inside the authority. (Acts 56th Leg., R.S., Ch. 279, Sec. 24.)

### 22 Source Law

Sec. 24. Nothing in this Act shall be construed as authorizing the Authority to levy or collect any form of tax within said Authority.

# Revisor's Note

Section 24, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the authority may not "levy or collect" a tax. The revised law substitutes "impose" for "levy or collect" because "impose" is the term generally used in Title 1, Tax Code, and includes the levying and collection of a tax.

# Revisor's Note (End of Subchapter)

(1) Section 6, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the board shall require officers or employees who have certain financial responsibilities to furnish a bond.

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The revised law omits that provision because it duplicates, in substance, part of Section 49.057, Water Code, which requires the board to require a bond of certain persons who handle authority money. The omitted law reads:

Sec. 6. The directors of the Authority shall require each officer and employee who shall be charged with the collection or paying or handling of any funds of the Authority to furnish good and sufficient bond, payable to the Authority, conditioned upon the faithful performance of duties and the accounting for all funds and property of the Authority.

(2) Section 9, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, contains provisions relating to the authority's accounts and audit. The revised law omits those provisions because they either duplicate, in substance, or are superseded by parts of Sections 49.191, 49.193, 49.194, and 49.196, Water Code. The omitted law reads:

Sec. 9. A complete book of accounts shall be kept. The account books and records of the Authority and of the depository of the Authority shall be audited by a Certified Public Accountant annually as soon as practicable after the end of the district's fiscal year, such audit to cover [a fiscal year ending September 30 of each year, and] a report thereon shall be submitted to the first regular meeting of the Board of Directors thereafter. . . . The copy shall be open to public inspection.

(3) Section 4, Chapter 86, Acts of the 67th Legislature, Regular Session, 1981, authorizes the authority to make necessary adjustments in its financial operations to provide an orderly transition to the new fiscal year mandated by that act. Section 9, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, originally provided for an audit to cover the preceding calendar year. Chapter 86 amended Section 9 of Chapter 279 to provide for an audit to cover a fiscal year ending September 30 of each year.

The revised law codifies the reference to the fiscal 1 2 year in Section 8510.0403 and omits Section 4 of 3 Chapter 86 as executed. The omitted law reads: 4 Sec. 4. The Red River Authority may make necessary adjustments in its financial 5 operations to provide an orderly transition 6 7 to the new fiscal year. SUBCHAPTER E. BORROWED MONEY OR GRANTS 8 9 Revised Law POWER TO ISSUE OBLIGATIONS OR WARRANTS. Sec. 8510.0501. 10 11 The authority may issue obligations or warrants to obtain money. (Acts 56th Leg., R.S., Ch. 279, Sec. 21 (part).) 12 13 Source Law 14 While the power is expressly given the Sec. 21. Authority to issue its obligations or warrants for 15 furnishing of funds, . 16 17 Revisor's Note Section 21, Chapter 279, Acts of the 56th 18 19 Legislature, Regular Session, 1959, provides that 20 before the authority may issue obligations or 2.1 warrants, the obligations or warrants must bear the 22 approval of the State of Texas, acting through the 23 attorney general. The revised law omits that provision 24 because it is superseded by Section 1202.003, Government Code, enacted in 1987 as Section 3.002(a), 25 Chapter 53, Acts of the 70th Legislature, 2nd Called 2.6 (Article 717k-8, Vernon's 27 Session Texas 28 Statutes). Throughout this chapter, the revised law 29 omits law that is superseded by Chapter 1202, Government Code, or that duplicates law contained in 30 that chapter. Chapter 1202, Government Code, applies 31 authority bonds under Sections 1202.001 32 33 1202.003, Government Code. The omitted law reads: 34 Sec. 21. . . . before such obligations or warrants shall be issued, the same shall bear the approval of the before 35 36

37 38 State of Texas, acting through the Attorney

General of Texas.

1	Revised Law
2	Sec. 8510.0502. LOANS AND GRANTS. The authority may:
3	(1) borrow money for its corporate purposes; and
4	(2) borrow money or accept a grant from the United
5	States, this state, or any other source, and in connection with the
6	loan or grant, enter into any agreement or assume any obligation as
7	may be required. (Acts 56th Leg., R.S., Ch. 279, Sec. 22 (part).)
8	Source Law
9 10	Sec. 22. The Authority may:
10 11 12 13 14 15 16 17	(5) borrow money for its corporate purposes; and (6) borrow money and accept grants from the United States of America, the State of Texas, or any other source, and in connection with any such loan or grant, enter into agreements and assume obligations as may be required.
18	Revised Law
19	Sec. 8510.0503. POWER TO SEEK AND ACCEPT CONTRIBUTIONS.
20	(a) The authority may seek and accept from any source a contribution
21	to an authority fund for the purpose of funding:
22	<pre>(1) necessary studies;</pre>
23	(2) engineering and other services; and
24	(3) the collection and computation of data respecting
25	regional and general conditions that influence the character and
26	extent of the improvements necessary to effect the authority's
27	purposes to the greatest public advantage.
28	(b) A grant or gratuity shall be strictly accounted for and
29	is subject to the same rules and orders applicable to other money
30	the authority handles or disburses. (Acts 56th Leg., R.S., Ch. 279,
31	Sec. 17.)
32	Source Law
33 34 35 36 37 38 39 40 41 42 43	Sec. 17. (a) The Authority may seek and accept contributions to its funds from any source for the purpose of funding:  (1) necessary studies; (2) engineering and other services; and (3) the collection and computation of data respecting regional and general conditions that influence the character and extent of the improvements necessary to effect the purposes of the Authority to the greatest public advantage.  (b) Any and all grants and gratuities shall be

1 strictly accounted for and shall be subject to the same 2 rules, regulations and orders as are other funds handled or disbursed by the Authority. 3 4 Revisor's Note Chapter 279, Acts of 5 Section 17, the Legislature, Regular Session, 1959, refers to "rules" 6 7 and "regulations." The revised law omits "regulations" for the reason stated in Revisor's Note 8 9 (7) to Section 8510.0302. 10 Revised Law Sec. 8510.0504. POWER TO ISSUE BONDS. 11 (a) The authority may issue bonds as authorized by this chapter for the purpose of 12 providing money for any purpose authorized by this chapter. 13 The authority, without an election, may issue bonds 14 payable from the authority's revenue pledged by board resolution. 15 16 The bonds must be authorized by a board resolution. (Acts 56th Leg., R.S., Ch. 279, Secs. 26(a), (b) (part).) 17 18 Source Law 19 (a) For purpose of providing Sec. 26. the funds for any purpose authorized by this Act the 20 21 Authority shall have the power and is hereby issue bonds 22 authorized to from time to time authorized by this Act. The Authority is hereby empowered, without the necessity of an election, to 23 24 issue such bonds to be payable from such revenues of 25 26 the district as are pledged by resolution of the Board 27 of Directors. 28 (b) Such bonds shall be authorized by resolution of the Board of Directors and . . . 29 30 Revisor's Note Section 26(a), Chapter 279, Acts of the 56th 31 32 Legislature, Regular Session, 1959, authorizes the 33 authority to issue bonds "from time to time." 34 Throughout this chapter, the revised law omits "from time to time" because the grant of a power 35 imposition of a duty implies the power to exercise the 36 37 power or discharge the duty at any time. 38 Revised Law 39 Sec. 8510.0505. FORM OF BONDS. Authority bonds must be:

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issued in the authority's name;

1	(2) signed by the president or vice president; and
2	(3) attested by the secretary. (Acts 56th Leg., R.S.,
3	Ch. 279, Sec. 26(b) (part).)
4	Source Law
5 6 7	(b) Such bonds shall be issued in the name of the Authority, signed by the president or vice-president, attested by the secretary, and
8	Revisor's Note
9	Section 26(b), Chapter 279, Acts of the 56th
10	Legislature, Regular Session, 1959, provides that
11	bonds must have the authority's seal impressed on them.
12	The revised law omits that provision because it was
13	impliedly repealed by Section 3, Bond Procedures Act
14	of 1981 (Article 717k-6, Vernon's Texas Civil
15	Statutes), revised in pertinent part in 1999 as
16	Section 1201.026(a), Government Code, which provides
17	that bonds may be signed with or without a seal. The
18	omitted law reads:
19 20 21	<pre>(b) [Such bonds shall] have the seal of the Authority impressed thereon</pre>
22	Revised Law
23	Sec. 8510.0506. MATURITY. Authority bonds must mature not
24	later than 50 years after the date of their issuance. (Acts 56th
25	Leg., R.S., Ch. 279, Sec. 26(b) (part).)
26	Source Law
27 28	(b) They shall mature serially or otherwise in not to exceed 50 years and
29	Revisor's Note
30	Section 26(b), Chapter 279, Acts of the 56th
31	Legislature, Regular Session, 1959, provides that
32	authority bonds shall mature "serially or otherwise."
33	The revised law omits the quoted language because it
34	duplicates Section 1201.022(a)(1), Government Code.
35	Revised Law
36	Sec. 8510.0507. BONDS PAYABLE FROM REVENUE. (a) In this

- 1 section, "net revenue" means the authority's gross revenue less the
- 2 amount necessary to pay the cost of maintaining and operating the
- 3 authority and the authority's property.
- 4 (b) Authority bonds may be secured by a pledge of:
- 5 (1) all or part of the authority's net revenue;
- 6 (2) the net revenue of a contract entered into at any
- 7 time; or
- 8 (3) other revenue specified by board resolution.
- 9 (c) The pledge may reserve the right to issue additional
- 10 bonds on a parity with or subordinate to the bonds being issued,
- 11 subject to conditions specified by the pledge. (Acts 56th Leg.,
- 12 R.S., Ch. 279, Sec. 26(d).)

#### 13 <u>Source Law</u>

- 14 The bonds may be secured by a pledge of all (d) 15 or part of the net revenues of the Authority, or by the net revenues of any one or more contracts theretofore 16 or thereafter made or other revenues specified by 17 18 resolution of the Board of Directors. Any such pledge 19 reserve the right, under conditions 20 specified, to issue additional bonds which will be on a 21 parity with or subordinate to the bonds then being The term "net revenues" 22 issued. as used in this Section shall mean the gross revenues of the Authority 23 24 after deduction of the amount necessary to pay the cost 25 of maintaining and operating the Authority and its 26 properties.
- 27 Revised Law
- Sec. 8510.0508. COMPENSATION RATES. (a) The board shall
- 29 set and revise the rates of compensation for:
- 30 (1) water the authority sells; and
- 31 (2) services the authority renders.
- 32 (b) The rates of compensation must be sufficient to:
- 33 (1) pay the expense of operating and maintaining the
- 34 authority's facilities;
- 35 (2) pay the bonds as they mature and the interest as it
- 36 accrues; and
- 37 (3) maintain the reserve and other funds as provided
- 38 in the resolution authorizing the bonds. (Acts 56th Leg., R.S., Ch.
- 39 279, Sec. 26(e).)

(e) It shall be the duty of the Board of Directors to fix, and from time to time to revise, the rates of compensation for water sold and services rendered by the Authority which will be sufficient to pay the expense of operating and maintaining the facilities of the Authority 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.

# 11 Revised Law

- Sec. 8510.0509. ADDITIONAL SECURITY. (a) Authority bonds,
- 13 including refunding bonds, may be additionally secured by a deed of
- 14 trust lien on the authority's physical property and all franchises,
- 15 easements, water rights and appropriation permits, leases, and
- 16 contracts, and all rights related to the property, vesting in the
- 17 trustee power to:

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- 18 (1) sell the property for payment of the debt;
- 19 (2) operate the property; and
- 20 (3) take other action to further secure the bonds.
- 21 (b) The deed of trust may:
- 22 (1) contain any provision the board prescribes to
- 23 secure the bonds and preserve the trust estate;
- 24 (2) provide for amendment or modification of the deed
- 25 of trust; and
- 26 (3) provide for the issuance of bonds to replace lost
- 27 or mutilated bonds.
- 28 (c) A purchaser under a sale under the deed of trust is the
- 29 owner of the dam and other property and facilities purchased and is
- 30 entitled to maintain and operate the property and facilities, if
- 31 the authority forfeits or defaults. (Acts 56th Leg., R.S., Ch. 279,
- 32 Sec. 28.)

# 33 <u>Source Law</u>

34 Sec. 28. Any bonds (including refunding bonds) authorized by this law may be additionally secured by a 35 36 deed of trust lien upon physical properties of the 37 Authority and all franchises, easements, water rights 38 and appropriation permits, leases and contracts and all rights appurtenant to such properties, vesting in 39 40 the trustee power to sell the properties for payment of the indebtedness, power to operate the properties, and 41 other powers and authority for the further 42 all

security of the bonds. Such deed of trust may contain any provisions prescribed by the Board of Directors 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. Any purchaser under a sale under such deed of trust shall be the owner of the dam or dams and the other properties and facilities so purchased and shall have the right to maintain and operate the same, in the event of a forfeiture or default on the part of the Authority.

12 Revised Law

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Sec. 8510.0510. USE OF BOND PROCEEDS. (a) The authority may set aside an amount of proceeds from the sale of authority bonds 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.

(b) The authority may use proceeds from the sale of the bonds to pay any expense necessarily incurred in accomplishing the authority's purposes. (Acts 56th Leg., R.S., Ch. 279, Sec. 26(f).)

### 22 Source Law

(f) From the proceeds of the sale of the bonds, the Authority 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 purposes for which this Authority is created.

# 32 <u>Revised Law</u>

Sec. 8510.0511. APPOINTMENT OF RECEIVER. (a) On default or threatened default in the payment of the principal of or interest on authority bonds, a court may appoint a receiver for the authority on petition of the holders of 25 percent of the outstanding bonds of the issue in default or threatened with default.

- 38 (b) The receiver may collect and receive all authority 39 income, employ and discharge authority agents and employees, take 40 charge of money on hand, and manage the authority's proprietary 41 affairs without the board's consent or hindrance.
- 42 (c) The receiver may be authorized to sell or contract for 43 the sale of water or to renew those contracts with the approval of

- 1 the court that appointed the receiver.
- 2 (d) The court may vest the receiver with any other power or
- 3 duty the court finds necessary to protect the bondholders. (Acts
- 4 56th Leg., R.S., Ch. 279, Sec. 26(g).)

### 5 Source Law

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In the event of a default or a threatened default in the payment of principal of or interest on any of the bonds any court of competent jurisdiction may, upon petition of the holders of twenty-five percent (25%) of the outstanding bonds of the issue thus in default or threatened with default, appoint a receiver with authority to collect and receive all income of the Authority, employ and discharge agents and employees of the Authority, take charge of funds on hand and manage the proprietary affairs of bу Authority without consent or hindrance directors. Such receiver may also be authorized to sell or make contracts for the sale of water or renew contracts with the approval of the appointing him. The court may vest the receiver with such other powers and duties as the court may find necessary for the protection of the holders of the bonds.

#### Revisor's Note

Section 26(g), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, 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 the matter.

#### 31 Revised Law

- 32 Sec. 8510.0512. REFUNDING BONDS. (a) The authority may
- 33 issue refunding bonds to refund outstanding authority bonds and
- 34 interest on those bonds.
- 35 (b) Refunding bonds may:
- 36 (1) be issued to refund bonds of more than one series;
- 37 (2) combine the pledges for the outstanding bonds for
- 38 the security of the refunding bonds; or
- 39 (3) be secured by a pledge of other or additional
- 40 revenue.
- 41 (c) The provisions of this subchapter regarding the
- 42 issuance of other bonds and the remedies of the holders apply to

1 refunding bonds.

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- 2 (d) 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 (e) the and cancellation of the bonds to be refunded, 5 surrender the 6 authority, in the resolution authorizing the issuance of refunding bonds, may provide for the sale of the refunding bonds and 7 8 the deposit of the proceeds in a bank at which the bonds to be 9 refunded are payable. In that case, the refunding bonds may be issued in an amount sufficient to pay the interest on the bonds to 10 be refunded to their option date or maturity date, and 11 comptroller shall register the refunding bonds without 12 the

concurrent surrender and cancellation of the bonds to be refunded.

14 (Acts 56th Leg., R.S., Ch. 279, Sec. 27.)

#### 15 Source Law

Sec. 27. The Authority is authorized to issue 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 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. The provisions of this law with reference to the issuance of other bonds 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 thereof, resolution refunded, but in lieu the 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 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 27, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, refers provisions of Chapter 279 referencing "approval [of bonds] by the Attorney General" and applies them to refunding bonds. The revised law omits the quoted language because that language and the provisions of the chapter it refers to are 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.

# Revisor's Note (End of Subchapter)

- (1)Section 26(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that authority 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, 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 1204.006(b) 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 governing body of the issuer to be in the issuer's best interests." The omitted law reads:
  - (b) . . . [They] . . . may be sold at a price and under terms determined by the Board of Directors to be the most advantageous reasonably obtainable,
- (2) Section 26(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that the interest rate on authority bonds may not exceed the maximum net effective interest rate, as that term is defined by Chapter 3, Acts of the 61st Legislature,

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Regular Session, 1969 (Article 717k-2, Vernon's Texas Statutes), Civil as amended, that is legally authorized at the time the bonds are issued. Chapter 3, Acts of the 61st Legislature, Regular Session, 1969 (Article 717k-2, Vernon's Texas Civil Statutes), was codified in 1999 as Chapter 1204, Government Code. The revised law omits the provision because Chapter 1204, Government Code, applies to authority bonds on its own terms by application of Sections 1204.001 and 1204.002 of that code. The omitted law reads:

- (b) . . . provided that the interest rate on the bonds may not exceed the maximum net effective interest rate, as that term is defined by Chapter 3, Acts of the 61st Legislature, Regular Session, 1969, as amended (Article 717k-2, Vernon's Texas Civil Statutes), that is legally authorized at the time the bonds are issued, and . . . .
- (3) Section 26(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, provides that authority 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, 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. 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 . . . . .
- (4) Section 26(b), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, 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 Section

- 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 26(c), Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, states that bonds may be issued in "more than one series and from time to time as required for carrying out the purposes of this The revised law omits "more than one series" because it duplicates part of Section 1201.022, Government Code. The revised law omits "as required for carrying out the purposes of this Act" because 26(a), Chapter 279, Acts Section of the Legislature, Regular Session, 1959, revised in Section 8510.0504, authorizes the authority to issue bonds for purpose of providing funds for any purpose authorized by the act. The omitted law reads:
    - (c) Bonds may be issued in more than one series and from time to time as required for carrying out the purposes of this Act.
  - Section 29, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, requires authority to submit bonds it issues to the attorney general for examination and approval. Section 29 also requires the attorney general to approve authority bonds if the bonds were authorized under law. addition, Section 29 provides that after approval the bonds must be registered with the comptroller and that approval and registration the 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 (Article 717k-8, Vernon's Texas Civil Statutes)). Section 1202.003, Government Code, provides for approval of the bonds by

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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. The omitted law reads:

Sec. 29. After bonds any authorized by the district, such bonds and the record relating to their issuance shall be submitted to the Attorney General for his examination as to the validity If such bonds thereof. have authorized and . . . in accordance with the Constitution and laws of the State of Texas he shall approve the bonds and . . . the bonds then shall be registered by the Comptroller of Public Accounts. Thereafter, the bonds and shall be valid and . . . binding and shall be incontestable for any cause.

Section 29, Chapter 279, Acts of the 56th (7)Legislature, Regular Session, 1959, details various procedures regarding approval of bond contracts and proceedings by the attorney general. The revised law omits the portion of Section 29 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 (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:

> such Sec. 29. Where 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 or district, a copy of such contract and the proceedings of the city or other governmental agency district authorizing such contract shall also bе submitted to the Attorney General. . . if such contracts have been

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made [in accordance with the Constitution and laws of the State of Texas he shall . such contracts and approve] [Thereafter,] . . . the contracts, if any, [shall be valid and . . . shall be incontestable for any cause.]

#### Revisor's Note (End of Chapter)

(1)Section 32, Chapter 279, Acts of the 56th Legislature, Regular Session, 1959, Section 3, Chapter 504, Acts of the 57th Legislature, Regular Session, 1961, and Section 2, Chapter 570, Acts of the 60th Legislature, Regular Session, 1967, provide that the 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 56th Leg., R.S., Ch. 279]
Sec. 32. If any provision of this Act or the application thereof to any person or circumstance shall be held to be invalid or unconstitutional, the remainder of the Act, and the application of such provision to other persons or circumstances shall not be affected thereby.

[Acts 57th Leg., R.S., Ch. 504]
Sec. 3. If any section, paragraph or provision of this Act be declared declared unconstitutional or invalid for any reason, such holding shall not in any manner affect the remaining sections, paragraphs or provisions of this Act, but the same shall remain in full force and effect.

### [Acts 60th Leg., R.S., Ch. 570]

Sec. 2. If any provision of this Act or the application thereof to any person or invalid, circumstance is held such shall invalidity not affect other provisions or applications of the Act which can be given effect without the invalid provision or application and to this end the provisions of this Act are declared to be severable.

Section 2, Chapter 217, Acts of the 64th Legislature, Regular Session, 1975, Section 3, Chapter 529, Acts of the 65th Legislature, Regular Session,

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1977, Section 5, Chapter 696, Acts of the 68th Legislature, Regular Session, 1983, and Section 14, Chapter 23, Acts of the 86th Legislature, Regular Session, 2019, recite 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 provisions as executed. The omitted law reads:

[Acts 64th Leg., R.S., Ch. 217] Sec. 2. Proof of publication of the constitutional notice required in the 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 and to the Texas Water Rights Commission as required in constitutional provisions, and it is hereby that all requirements of such constitutional provision have been properly satisfied.

[Acts 65th Leg., R.S., Ch. 529] Sec. 3. Proof of publication of the constitutional notice required in the 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 and to the Texas Water Rights Commission and returned as required in such constitutional provision, and it is hereby that all requirements of such found constitutional provision have been properly satisfied.

[Acts 68th Leg., R.S., Ch. 696] Sec. 5. Proof of publication of the constitutional notice required by Article XVI, Section 59(d), of the Texas Constitution has been given in the manner provided in that section, and a copy of the and the bill as originally notice introduced have been delivered to the Governor of the State of Texas. The notice and delivery are found and declared to be and proper sufficient to satisfy constitutional requirements.

[Acts 86th Leg., R.S., Ch. 23]
Sec. 14. (a) The legal notice of the intention to introduce this Act, setting forth the general substance of this Act, has

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1 2 3 4 5 6 7 8 9 10 11 11 11 11 11 11 11 11 11 11 11 11	notice furnition of fiction of fiction required artice Chapter recipe Act Environment Environment for the second the second the second with and processing the second rules with and processing for the second rules are second rules and processing for the second rules are second rul	published as provided by law, and the e and a copy of this Act have been shed to all persons, agencies, ials, or entities to which they are red to be furnished under Section 59, le XVI, Texas Constitution, and er 313, Government Code.  (b) The governor, one of the required ients, has submitted the notice and to the Texas Commission on onmental Quality.  (c) The Texas Commission on onmental Quality has filed its mendations relating to this Act with overnor, the lieutenant governor, and peaker of the house of representatives n the required time.  (d) All requirements of the itution and laws of this state and the and procedures of the legislature respect to the notice, introduction, wassage of this Act are fulfilled and pplished.
24	C	HAPTER 8511. NUECES RIVER AUTHORITY
25		SUBCHAPTER A. GENERAL PROVISIONS
26	Sec. 8511.0101.	DEFINITIONS
27	Sec. 8511.0102.	NATURE OF AUTHORITY
28	Sec. 8511.0103.	PURPOSE OF CHAPTER
29	Sec. 8511.0104.	REVIEW SCHEDULE UNDER SUNSET ACT120
30	Sec. 8511.0105.	TERRITORY
31	Sec. 8511.0106.	LIBERAL CONSTRUCTION OF CHAPTER124
32	SUBCHAPTER B.	BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS
33	Sec. 8511.0201.	MEMBERSHIP OF BOARD
34	Sec. 8511.0202.	TERMS
35	Sec. 8511.0203.	REMOVAL
36	Sec. 8511.0204.	VACANCY
37	Sec. 8511.0205.	BYLAWS
38	Sec. 8511.0206.	BOND REQUIREMENT FOR DIRECTORS
39	Sec. 8511.0207.	COMPENSATION OF DIRECTORS
40	Sec. 8511.0208.	OFFICERS
41	Sec. 8511.0209.	COMMITTEES
42	Sec. 8511.0210.	EXECUTIVE DIRECTOR
43	Sec. 8511.0211.	DIRECTOR TRAINING PROGRAM
44	Sec. 8511.0212.	INTEREST IN CONTRACT

1	Sec.	8511.0213.	SEPARATION OF POLICYMAKING AND
2			MANAGEMENT FUNCTIONS
3	Sec.	8511.0214.	PUBLIC TESTIMONY
4	Sec.	8511.0215.	DIRECTORS' AND EMPLOYEES' FIDELITY
5			BONDS
6	Sec.	8511.0216.	AUTHORITY'S OFFICE
7	Sec.	8511.0217.	COMPLAINTS
8	Sec.	8511.0218.	ALTERNATIVE DISPUTE RESOLUTION
9			PROCEDURES
10	Sec.	8511.0219.	FIVE-YEAR STRATEGIC PLAN
11			SUBCHAPTER C. POWERS AND DUTIES
12	Sec.	8511.0301.	GENERAL POWERS AND DUTIES144
13	Sec.	8511.0302.	CONTROL AND USE OF WATERS
14	Sec.	8511.0303.	USE OF BED AND BANKS OF NUECES RIVER
15			AND ITS TRIBUTARIES
16	Sec.	8511.0304.	MASTER PLAN
17	Sec.	8511.0305.	WATER CONSERVATION PROGRAM
18	Sec.	8511.0306.	FORESTATION AND REFORESTATION
19	Sec.	8511.0307.	GROUNDWATER
20	Sec.	8511.0308.	WATER QUALITY CONTROL
21	Sec.	8511.0309.	SOLID WASTE SERVICES
22	Sec.	8511.0310.	APPLICABILITY OF CERTAIN ENVIRONMENTAL
23			LAWS
24	Sec.	8511.0311.	PARKS AND RECREATIONAL FACILITIES 157
25	Sec.	8511.0312.	PERMITS AND LICENSES
26	Sec.	8511.0313.	SERVICE CONTRACTS AND CHARGES
27	Sec.	8511.0314.	USE OF REVENUE AND PROPERTY
28	Sec.	8511.0315.	ACQUISITION, MAINTENANCE, AND
29			OPERATION OF PROPERTY
30	Sec.	8511.0316.	ACQUISITION, CONSTRUCTION,
31			MAINTENANCE, AND OPERATION OF
32			FACILITIES
33	Sec.	8511.0317.	EMINENT DOMAIN

1	Sec. 8511	.0318.	COST OF RELOCATING OR ALTERING
2			PROPERTY
3	Sec. 8511	.0319.	DISPOSITION OF PROPERTY
4	Sec. 8511	.0320.	GENERAL CONTRACT POWERS
5	Sec. 8511	.0321.	AWARD OF CERTAIN CONTRACTS
6	Sec. 8511	.0322.	CONSTRUCTION CONTRACTS: PAYMENT
7	Sec. 8511	.0323.	CONFLICT OF INTEREST IN CERTAIN
8			CONTRACTS
9	Sec. 8511	.0324.	SURVEYS AND ENGINEERING INVESTIGATIONS 168
10	Sec. 8511	.0325.	PLANS
11	Sec. 8511	.0326.	ACCESS TO AUTHORITY PROPERTY
12	Sec. 8511	.0327.	LIMITATIONS ON POWERS AND DUTIES;
13			COMMISSION APPROVAL OF CERTAIN PLANS170
14	SUBCHAP	TER D.	REGULATORY POWERS; ENFORCEMENT AND COURT REVIEW
15			PROVISIONS
16	Sec. 8511	.0401.	ADOPTION AND ENFORCEMENT OF RULES 173
17	Sec. 8511	.0402.	CIVIL PENALTY; INJUNCTIVE RELIEF174
18	Sec. 8511	.0403.	COURT REVIEW
19		SUBCH	APTER E. GENERAL FINANCIAL PROVISIONS
20	Sec. 8511	.0501.	DISBURSEMENT OF MONEY
21	Sec. 8511	.0502.	ACCOUNTS, CONTRACTS, AND OTHER
22			RECORDS; PUBLIC INSPECTION
23	Sec. 8511	.0503.	FEES AND CHARGES
24	Sec. 8511	.0504.	TRUST MONEY
25	Sec. 8511	.0505.	DEPOSITORY
26	Sec. 8511	.0506.	INVESTMENT OF AUTHORITY MONEY;
27			APPLICATION OF INCOME FROM
28			INVESTMENTS
29	Sec. 8511	.0507.	FISCAL YEAR
30	Sec. 8511	.0508.	AUDIT
31			SUBCHAPTER F. TAX PROVISIONS
32	Sec. 8511	.0601.	MAINTENANCE AND ADMINISTRATION TAX185
33	Sec. 8511	.0602.	ELECTION FOR AD VALOREM TAX OR BONDS
34			PAYABLE FROM AD VALOREM TAXES

1	Sec. 8511.0603.	ASSESSMENT AND COLLECTION OF TAXES188
2	Sec. 8511.0604.	MAXIMUM TAX RATE
3	Sec. 8511.0605.	POWERS RELATING TO IMPROVEMENTS
4		PECULIAR TO DEFINED AREA
5	SUBCHA	APTER G. BONDS, BORROWED MONEY, AND GRANTS
6	Sec. 8511.0701.	BORROWING MONEY; GRANTS
7	Sec. 8511.0702.	POWER TO APPLY FOR MONEY FOR
8		ENGINEERING SURVEYS, INFORMATION
9		COMPILATION AND COLLECTION, AND
10		OTHER PURPOSES
11	Sec. 8511.0703.	POWER TO ISSUE BONDS
12	Sec. 8511.0704.	FORM OF BONDS
13	Sec. 8511.0705.	MATURITY
14	Sec. 8511.0706.	ELECTION FOR BONDS PAYABLE FROM AD
15		VALOREM TAXES
16	Sec. 8511.0707.	TRUST INDENTURE
17	Sec. 8511.0708.	ADDITIONAL BONDS
18	Sec. 8511.0709.	ADDITIONAL PROVISIONS IN RESOLUTION
19		AUTHORIZING BONDS OR TRUST INDENTURE203
20	Sec. 8511.0710.	REFUNDING BONDS
21		CHAPTER 8511. NUECES RIVER AUTHORITY
22		SUBCHAPTER A. GENERAL PROVISIONS
23		Revised Law
24	Sec. 8511	.0101. DEFINITIONS. Unless the context otherwise
25	requires, in thi	Ls chapter:
26	(1)	"Authority" means the Nueces River Authority.
27	(2)	"Board" means the authority's board of directors.
28	(3)	"Commission" means the Texas Commission on
29	Environmental Q	uality.
30	(4)	"Development board" means the Texas Water
31	Development Boa	rd.
32	(5)	"Director" means a board member.
33	(6)	"State" means the State of Texas or any of its
34	agencies, depar	tments, boards, political subdivisions, or other

1 entities.

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- 2 (7) "Waste" means sewage, industrial waste, municipal
- 3 waste, recreational waste, agricultural waste, waste heat, solid
- 4 waste, or any other waste. (Acts 44th Leg., 1st C.S., Ch. 427,
- 5 Secs. 1.02(1), (2), (4), (6), (7), (8); New.)

## 6 Source Law

- 7 Sec. 1.02. In this Act, unless the context requires a different definition:
- 9 (1) "Authority" means the Nueces River 10 Authority.
- 11 (2) "Board" means the board of directors 12 of the Nueces River Authority.
  - (4) "State" means the State of Texas or any of its agencies, departments, boards, political subdivisions, or other entities.
- 16 (6) "Commission" means the Texas
  17 Commission on Environmental Quality.
- 18 (7) "Development board" means the Texas 19 Water Development Board.
- 20 "Waste" (8) means sewage, industrial 21 recreational waste, municipal waste, waste, 22 agricultural waste, waste heat, solid waste, or any 23 other waste.

#### Revisor's Note

- (1) Section 1.02(3), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, defines "person." The revised law omits the definition because it duplicates, in substance, the definition of "person" provided by Section 311.005(2), Government Code (Code Construction Act). The omitted law reads:
- (3) "Person" includes an individual, corporation, organization, government or governmental subdivision or agency, business trust, estate, trust, partnership, association, and any other legal entity.
- (2) Section 1.02(5), Chapter 427, Acts of the
  44th Legislature, 1st Called Session, 1935, 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

- 1 (5) "United States" includes 2 department, bureau, and any other agency of 3 the United States of America.
- 4 (3) The definition of "director" is added to the 5 revised law for drafting convenience and to eliminate 6 frequent, unnecessary repetition of the substance of 7 the definition.

#### 8 Revised Law

- 9 Sec. 8511.0102. NATURE OF AUTHORITY. (a) The authority is:
- 10 (1) a conservation and reclamation district under
- 11 Section 59, Article XVI, Texas Constitution; and
- 12 (2) a municipality.
- 13 (b) The authority's creation is essential to accomplish the 14 purposes of Section 59, Article XVI, Texas Constitution. (Acts
- 15 44th Leg., 1st C.S., Ch. 427, Sec. 2.01 (part).)

## 16 <u>Source Law</u>

Sec. 2.01. Under the authority of Article XVI,
Section 59 of the Texas Constitution, the Nueces River
Authority is a conservation and reclamation district,
which is a governmental agency, body politic and
corporate, and a municipality . . . The creation of
the authority is found to be essential to accomplish
the purposes of Article XVI, Section 59 of the Texas
Constitution.

#### 25 Revisor's Note

Section 2.01, Chapter 427, Acts of the 44th
Legislature, 1st Called Session, 1935, refers to the
authority as a conservation and reclamation district,
"which is a governmental agency, body politic and
corporate." The revised law omits the quoted language
because it duplicates part of Section 59(b), Article
XVI, Texas Constitution.

#### 33 Revised Law

- Sec. 8511.0103. PURPOSE OF CHAPTER. The purpose of this chapter is to provide by the means and in the manner authorized in this chapter for the conservation and development of this state's natural resources inside the Nueces River Basin, including:
- 38 (1) the control, storage, preservation, and 39 distribution of this state's water for domestic and municipal uses,

- 1 industrial uses, irrigation, mining and recovery of minerals, stock
- 2 raising, underground water recharge, electric power generation,
- 3 navigation, recreation and pleasure, and other beneficial uses and
- 4 purposes;
- 5 (2) the reclamation and irrigation of arid, semiarid,
- 6 and other land needing irrigation;
- 7 (3) the reclamation and drainage of overflowed land
- 8 and other land needing drainage;
- 9 (4) the maintenance and enhancement of the quality of
- 10 the water in the Nueces River Basin;
- 11 (5) the conservation and development of the forests,
- 12 water, and hydroelectric power;
- 13 (6) the navigation of inland and coastal water; and
- 14 (7) the provision of systems, facilities, and
- 15 procedures for the collection, transportation, handling,
- 16 treatment, and disposal of waste. (Acts 44th Leg., 1st C.S., Ch.
- 17 427, Sec. 1.01.)

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## 18 <u>Source Law</u>

- Sec. 1.01. The purpose of this Act is to provide by the means and in the manner authorized in this Act for the conservation and development of the state's natural resources within the Nueces River Basin, 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, recreation and pleasure, and other beneficial uses and purposes;
  - (2) the reclamation and irrigation of arid, semiarid, and other 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 in the Nueces River Basin;
  - (5) the conservation and development of the forests, water, and hydroelectric power;
- the forests, water, and hydroelectric power;

  (6) the navigation of inland and coastal
  water; and
- 41 (7) providing systems, facilities, and 42 procedures for the collection, transportation, 43 handling, treatment, and disposal of waste of all 44 types.

#### 45 Revised Law

Sec. 8511.0104. REVIEW SCHEDULE UNDER SUNSET ACT. A review

- 1 of the authority under Section 325.025, Government Code, shall be
- 2 conducted as if the authority were a state agency scheduled to be
- 3 abolished September 1, 2031, and every 12th year after that year.
- 4 (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 1.02A(a) (part).)

#### 5 Source Law

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6 (a) . . . The review shall be conducted under 7 Section 325.025, Government Code, as if the authority 8 were a state agency scheduled to be abolished 9 September 1, 2031, and every 12th year after that year.

#### Revisor's Note

Sections 1.02A(a) and (b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, relate to a periodic review of the authority by the Sunset Advisory Commission. Section 1.02A(a) provides in part that the authority is subject to review under Chapter 325, Government Code, as if it were a state agency but may not be abolished under that chapter. Section 1.02A(b) provides that the authority must pay costs associated with the the Sunset Advisory Commission's review of the authority. The revised law omits those provisions because they duplicate Sections 325.025(a), (b), and (d), Government Code. omitted law reads:

Sec. 1.02A. (a) The authority is subject to review under Chapter 325, Government Code (Texas Sunset Act), but may not be abolished under that chapter. . . . (b) The authority shall pay the cost incurred by the Sunset Advisory Commission in performing the review. The Sunset Advisory Commission shall determine the cost, and the authority shall pay the amount promptly on receipt of a statement from the Sunset Advisory Commission detailing the cost.

### 36 Revised Law

- Sec. 8511.0105. TERRITORY. (a) The authority is composed of the territory described by Section 2.02(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, as that territory may have been modified under:
- 41 (1) Subsection (c) or its predecessor statute, Section

- 2.02(c), Chapter 427, Acts of the 44th Legislature, 1st Called 1
- 2 Session, 1935;
- 3 Subchapter J, Chapter 49, Water Code; or
- 4 other law. (3)
- The board shall record in the authority's minutes the 5 (b)
- written description of the boundaries in Section 2.02(a), Chapter 6
- 7 427, Acts of the 44th Legislature, 1st Called Session, 1935.
- If the directors find any land included in the field 8
- notes, other than land in San Patricio, Nueces, and Jim Wells 9
- Counties, that is not actually included in the watershed of the 10
- Nueces River, the board shall exclude the land from the authority 11
- and file a certificate of exclusion with the county clerk of the 12
- county in which the land is located. The certificate of exclusion 13
- must describe the boundaries of the land excluded so that the land 14
- remaining in the authority may be adequately identified. 15
- The boundaries and field notes of the authority form a 16 (d)
- 17 closure. A mistake in the field notes or in copying the field notes
- in the legislative process does not affect: 18
- 19 (1)authority's organization, the existence, or
- validity; 20
- (2) the authority's right to issue any type of bond for 21
- 22 a purpose for which the authority is created or to pay the principal
- of or interest on the bond; 23
- 24 (3) the right to impose a tax; or
- the legality or operation of the authority or its 25 (4)
- governing body. (Acts 44th Leg., 1st C.S., Ch. 427, Secs. 2.02(b), 26
- (c); Acts 64th Leg., R.S., Ch. 699, Sec. 5; Acts 69th Leg., R.S., 27
- Ch. 665, Sec. 3; New.) 28

#### 29 Source Law

- 30 [Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.02]
- The written description of the boundaries in 31 (b) 32 Subsection (a) of this section shall be recorded by the

- board in the minutes of the authority.

  (c) If the directors find any land included in the field notes other than land in San Patricio, 34 35 36 Nueces, and Jim Wells counties, which is not actually 37 included in the watershed of the Nueces River, the
- board shall exclude the land from the authority and 38

file a certificate of exclusion with the county clerk of the county in which the land is located. The certificate of exclusion shall describe the boundaries of the land excluded so that the land remaining in the authority may be adequately identified.

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[Acts 64th Leg., R.S., Ch. 699] Sec. 5. The legislature finds and determines that the boundaries and field notes of the Nueces River Authority form a closure. If any mistake is made in copying the field notes in the legislative process, or a mistake is otherwise made in the field notes, it shall in no way affect the organization, existence, and validity of the authority, or the right of the authority to issue any type of bonds or refunding bonds for the purpose for which the authority is created, or to pay the principal of or interest on the bonds, or the right to assess, levy, and collect taxes, or in any other manner affect the legality or operation of the authority or its governing body.

[Acts 69th Leg., R.S., Ch. 665] Sec. 3. The legislature finds and determines that the boundaries and field notes of the Nueces River If any  $\underline{\mathbf{mistake}}$  is made in Authority form a closure. copying the field notes in the legislative process or a mistake is otherwise made in the field notes, the mistake in no way affects the organization, existence, and validity of the authority or the right of the authority to issue any type of bonds or refunding bonds for the purpose for which the authority is created or to pay the principal of or interest on the bonds or the right to assess, levy, and collect taxes or in any other manner affects the legality or operation of the authority or its governing body.

#### Revisor's Note

(1)The revised law does not revise the statutory language describing the authority's territory 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 а later reading. For the reader's convenience, the revised law includes references to the statutory description of the authority's territory authority to and to the statutory change the authority's territory under Subsection (c) of this section, Section 2.02(c), Chapter 427, Acts of 44th Legislature, 1st Called Session, 1935, from which Subsection (c) of this section was derived, Subchapter J, Chapter 49, Water Code, applicable to the authority under Sections 49.001 and 49.002 of that

- chapter. The revised law also includes a reference to 1 the general authority of the legislature to enact other laws to change the authority's territory.
  - Section 5, Chapter 699, Acts of the 64th Legislature, Regular Session, 1975, and Section 3, Chapter 665, Acts of the 69th Legislature, Regular Session, 1985, provide that a mistake in the field notes' description of the authority's boundaries does not affect the authority's right to issue "any type of bonds or refunding bonds." The revised law omits the references to "refunding bonds" because refunding bonds are included in the meaning of "any type of bonds."
- Section 5, Chapter 699, Acts of the 64th 14 Legislature, Regular Session, 1975, and Section 3, 15 Chapter 665, Acts of the 69th Legislature, Regular 16 Session, 1985, refer to the authority's authority to 17 18 "assess, levy, and collect" taxes. Throughout this 19 chapter, the revised law substitutes "impose" for "assess, levy, and collect" or other similar language 20 because "impose" is the term generally used in Title 1, 21 Tax Code, and includes the assessment, levy, and 22 collection of a tax. 23

#### 24 Revised Law

Sec. 8511.0106. LIBERAL CONSTRUCTION OF CHAPTER. 25 This chapter shall be liberally construed to achieve its purposes. 26

(Acts 44th Leg., 1st C.S., Ch. 427, Sec. 1.03 (part).) 27

#### 28 Source Law

29 Sec. 1.03. This shall Act be liberally construed to achieve its purposes, and . 30

#### 31 Revisor's Note

Section 1.03, Chapter 427, Acts of the 44th 32 Legislature, 1st Called Session, 1935, provides that 33 34 any grant of power contained in that act shall be held

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in specification but not in limitation of general powers. The revised law omits the provision as unnecessary because it is an accepted general principle of statutory construction that a grant of a power does not act as a limitation. The omitted law reads:

Sec. 1.03. . . . any particular grant of power contained in this Act shall be held in specification but not in limitation of general powers. . . .

(2) Section 1.03, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides in part that the provisions of the act are wholly sufficient authority within themselves for the performance of all acts and procedures authorized in the act, without reference to any other law or any restrictions or limitations contained in another law.

The revised law omits the statement that the provisions of the act are wholly sufficient authority within themselves for the performance of all acts and procedures authorized in 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 contained 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, the statement merely restates general rules of statutory construction. To the extent the statement

implies that 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 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 of apparent conflict with other laws.

Codification of the statement is potentially misleading because the revised law not only omits provisions of the act that are impliedly repealed by law, it also omits provisions that are duplicative of other Codification law. ofthe statement might create an impression that the provisions of other law that duplicate the omitted provisions do not apply.

Section 1.03 also provides that the authority may use the provisions of other laws to the extent necessary or convenient to carry out any power granted by the act or any other applicable law, except to the extent of a conflict with the act. The revised law omits that provision as unnecessary. The operative provisions of other applicable laws are fully effective on their own terms. The omitted law reads:

Sec. 1.03. . . . The provisions of this Act are wholly sufficient authority within themselves for the performance of all acts and procedures authorized in this Act, without reference to any other law or any restrictions or limitations contained therein. The authority has the power to use the provisions of any other laws to the extent necessary or convenient to carry out any power, expressed or implied, granted by this Act, or granted by any other law which by its terms is applicable to the authority, except to the extent that any provision of any such other law is in conflict with any express provision of this Act.

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- 1 SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS
- 2 Revised Law
- 3 Sec. 8511.0201. MEMBERSHIP OF BOARD. (a) The board
- 4 consists of 21 directors appointed by the governor with the advice
- 5 and consent of the senate.
- 6 (b) Each director must be a qualified voter and a resident
- 7 of a county that is wholly or partly inside the authority as
- 8 described by Section 2.02(a), Chapter 427, Acts of the 44th
- 9 Legislature, 1st Called Session, 1935.
- 10 (c) Four directors must be residents of Nueces County. Two
- 11 directors must be residents of San Patricio County. Two directors
- 12 must be residents of Jim Wells County.
- 13 (d) Not more than four persons who reside in Nueces County
- 14 and not more than two persons who reside in any other county that is
- 15 wholly or partly inside the authority may be appointed to or serve
- 16 on the board at the same time. (Acts 44th Leg., 1st C.S., Ch. 427,
- 17 Secs. 2.03(a), (b).)

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#### 18 <u>Source Law</u>

- Sec. 2.03. (a) The authority shall be governed by a board of directors composed of 24 members until February 1, 1977. On and after that date, the board of directors shall be composed of 21 members. The members of the board of directors shall be appointed by the governor with the advice and consent of the senate. The membership on the board shall be as provided in Subsection (b) of this section. Each member of the board shall be a qualified elector and a resident of a county which lies wholly or partly within the authority as described in Subsection (a), Section 2.02 of this Act.
- (b) There shall be four members of the board who are residents of Nueces County, two members of the board who are residents of San Patricio County, and two members of the board who are residents of Jim Wells County. Not more than four persons who reside in Nueces County and not more than two persons who reside in any other county which lies wholly or partly within the authority may be appointed to or serve on the board at the same time.

#### Revisor's Note

(1) Section 2.03(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the authority is governed by a board of directors composed of 24 members until February 1, 1977, and

provides that "[o]n and after that date," the board is composed of 21 members. The revised law omits the provision regarding the board's composition until February 1, 1977, and the reference to that date in connection with the current composition of the board as executed.

(2) Section 2.03(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to an "elector" of a county in the authority. The revised law substitutes "voter" for "elector" because the terms have the same meaning and "voter" is the term used in the Election Code.

#### 13 Revised Law

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Sec. 8511.0202. TERMS. Directors serve staggered terms of six years, with one-third of the directors taking office February 1 of each odd-numbered year. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.03(c).)

#### 18 Source Law

19 (c) Each member of the board shall serve for a 20 term of six years and until his successor is appointed 21 and has qualified. The members' terms shall be 22 staggered, with one-third of the directors taking 23 office on February 1 of each odd-numbered year.

### Revisor's Note

Section 2.03(c), Chapter 427, Acts of the 44th
Legislature, 1st Called Session, 1935, provides that
each director shall serve "until his successor is
appointed and has qualified." The revised law omits
the quoted language because it duplicates Section 17,
Article XVI, Texas Constitution.

### 31 Revised Law

32 Sec. 8511.0203. REMOVAL. (a) The governor may remove a

- 33 director from office for:
  - (1) inefficiency;
- 35 (2) neglect of duty;
- 36 (3) misconduct in office; or

- 1 (4) absence from three consecutive regular board
- 2 meetings.
- 3 (b) Before a director is removed from office, the board
- 4 shall conduct a hearing on the charges against the director, and the
- 5 director is entitled to appear at the hearing and present evidence
- 6 to show why the director should not be removed from office.
- 7 (c) At least 30 days before the date of the hearing, the
- 8 director shall be given notice of:
- 9 (1) the charges against the director; and
- 10 (2) the time and place for the hearing.
- 11 (d) An affirmative vote of not fewer than 11 of the
- 12 directors is required to approve a removal recommendation.
- 13 (e) A removal recommendation shall be forwarded to the
- 14 governor for the governor's consideration and action in accordance
- 15 with this section. (Acts 44th Leg., 1st C.S., Ch. 427, Sec.
- 16 2.03(f).)

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#### 17 Source Law

The governor may remove any 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 conduct a hearing on the charges against him, and he shall be entitled to appear at the hearing and present evidence to show why he should not be removed from office. At least 30 days before the day of the hearing, the director shall be given notice of the charges against him and the time and place for the hearing. An affirmative vote of not less than 13 of the directors shall be required to vote a recommendation for removal until February 1, 1977. On and after that date, an affirmative vote of not less than 11 of the directors shall be required to vote a recommendation for removal. The recommendation shall be forwarded to the governor for his consideration and action in accordance with the provisions of this subsection.

## Revisor's Note

Section 2.03(f), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that "[a]n affirmative vote of not less than 13 of the directors shall be required to vote a recommendation for removal until February 1, 1977," and that "[o]n and after that date," an affirmative vote of not less than

1 11 of the directors is required to approve such a 2 recommendation. The revised law omits the quoted 3 language as executed.

4 Revised Law

Sec. 8511.0204. VACANCY. A board vacancy shall be filled in the manner provided by Section 8511.0201 for making the original appointment. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.03(e).)

#### Source Law

9 (e) All vacancies on the board shall be filled 10 in the manner provided in this section for making the 11 original appointment.

## 12 <u>Revisor's Note</u>

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Section 2.03(e), Chapter 427, Acts of the 44th 13 Legislature, 1st Called Session, 1935, provides that 14 vacancies on the board shall be filled in the manner 15 provided in "this section" for making the original 16 appointment. The relevant provisions of Section 2.03, 17 18 Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, are revised as Section 8511.0201 of 19 20 this chapter. For the reader's convenience, the law substitutes a reference to Section 21 revised 8511.0201 for the quoted language. 22

#### Revised Law

Sec. 8511.0205. BYLAWS. The board shall adopt necessary bylaws for the conduct of the authority's business. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.03(h).)

## 27 <u>Source Law</u>

28 (h) The board shall adopt and may from time to 29 time amend necessary bylaws for the conduct of the 30 authority's business.

### Revisor's Note

32 Section 2.03(h), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that 33 34 the board "shall adopt and may from time to time amend" 35 bylaws. The revised law omits the provision authorizing the board to amend bylaws because the duty 36

1 to adopt bylaws implies the power to amend bylaws. In

addition, throughout this chapter the revised law

omits "from time to time" because the power to take an

4 action includes the power to act at any time.

#### 5 Revised Law

6 Sec. 8511.0206. BOND REQUIREMENT FOR DIRECTORS. (a) As a

7 qualification for office, a director must execute a bond in an

- 8 amount determined by the board conditioned on the faithful
- 9 performance of the director's duties.
- 10 (b) The authority shall pay the premiums on the bond. (Acts
- 11 44th Leg., 1st C.S., Ch. 427, Secs. 2.03(d), 2.08(b) (part).)

#### 12 <u>Source Law</u>

13 [Sec. 2.03]

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(d) Each member of the board shall qualify by taking the constitutional oath of office and by executing a bond in an amount to be determined by the board conditioned on the faithful performance of his duties.

19 [Sec. 2.08]

20 (b) The authority shall pay the premiums on 21 ... the directors' bonds under Subsection (d), 22 Section 2.03 of this Act.

#### Revisor's Note

Section 2.03(d), Chapter 427, Acts of the 44th
Legislature, 1st Called Session, 1935, requires each
director to take the constitutional oath of office.

The revised law omits that provision because Section
1, Article XVI, Texas Constitution, requires all
officers to take the oath (or affirmation) before
assuming office.

#### 31 Revised Law

- 32 Sec. 8511.0207. COMPENSATION OF DIRECTORS. (a) A director
- 33 is entitled to receive an allowance in an amount not to exceed that
- 34 provided under Section 49.060, Water Code.
- 35 (b) A director is not entitled to receive a per diem
- 36 allowance for more than 50 days in a calendar year.
- 37 (c) In all areas of conflict with this section, Section
- 38 49.060, Water Code, takes precedence. (Acts 44th Leg., 1st C.S.,

1 Ch. 427, Sec. 2.05.)

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2	Source Law

- Sec. 2.05. (a) A director is entitled to receive an allowance in an amount not exceeding that provided under Section 49.060, Water Code.
  - (b) A director is not entitled to receive a per diem allowance for more than 50 days in any one calendar year.
- 9 (c) In all areas of conflict with this section, 10 Section 49.060, Water Code, takes precedence.

### 11 Revised Law

- 12 Sec. 8511.0208. OFFICERS. (a) The governor shall
- 13 designate a director as board president to serve in that capacity at
- 14 the governor's pleasure.
- 15 (b) The board shall elect one or more vice presidents, a
- 16 secretary, a treasurer, and any other officers as the directors may
- 17 determine in the bylaws or otherwise.
- 18 (c) Each vice president, the secretary, and the treasurer
- 19 must be a director, but other officers are not required to be
- 20 directors.

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- 21 (d) The offices of secretary and treasurer may be combined,
- 22 and the offices of assistant secretary and assistant treasurer may
- 23 be combined. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.03(i).)

## 24 <u>Source Law</u>

The governor shall designate a member of the (i) board as the president of the board to serve in that capacity at the pleasure of the governor. The board shall elect one or more vice-presidents, a secretary, a treasurer, and such other officers as the members of the board may determine in the bylaws or otherwise. The vice-presidents, secretary, and treasurer shall be members of the board, but other officers need not be members of the board. The offices of secretary and treasurer may be combined, as may the offices of assistant secretary and assistant treasurer.

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

Section Chapter 21, Acts 37 16, of the 86th 38 Legislature, Regular Session, 2019, transition provisions regarding the 39 term 40 director serving as board president in office on the 41 effective date of the act (September 1, 2019), the 42 appointment of successor director, а and the designation of board president. The revised law omits the provisions as executed because the term of office of the director serving as board president on the effective date of the act has expired, a successor director has been appointed, and the board president

6 has been designated. The omitted law reads:

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Sec. 16. (a) The term of the president of the board of directors of the  $\,$ Nueces River Authority serving the on date of this Act September 1, 2019. The director serving as president on the effective date of this Act to serve on the board of continue directors until the director's successor is appointed and has qualified.

Not later than September 2, 2019, (b) the governor shall designate a director as president of the board of directors of the Nueces River Authority as required by Section 2.03(i), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, as amended by this Act.

23 Revised Law

24 Sec. 8511.0209. COMMITTEES. (a) The board may appoint or establish an executive committee and appoint or provide for the 25 26 appointment of other committees as necessary or desirable to assist 27 in conducting the authority's business.

- Subject to the applicable rules of law on delegation of 2.8 29 powers, the board may assign or delegate or provide for the assignment or delegation of any powers, duties, and functions to 30 31 its committees as the board may prescribe.
- 32 A committee member who is not a director may not vote on 33 a matter coming before the committee unless specifically authorized by the board to do so. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 34 2.06.) 35

36 Source Law

> Sec. 2.06. The board may appoint or establish an executive committee and appoint or provide for the appointment of other committees as necessary desirable to assist in conducting the 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 delegation of any powers, duties, and functions to its committees as the board may from time to time prescribe. In the event a committee member is not a member of the board, he shall

- 1 not be allowed to vote on matters coming before the committee unless specifically authorized by the board 2
- 3 to do so.

#### 4 Revised Law

- Sec. 8511.0210. EXECUTIVE DIRECTOR. (a) 5 The board may
- employ an executive director and set the executive director's 6
- salary and other compensation by a majority vote of all the 7
- 8 qualified directors.
- 9 (b) The executive director is the authority's chief
- executive officer. 10
- 11 Under policies the board and the executive committee
- establish, the executive director is responsible to the board and 12
- the executive committee for: 13
- 14 (1) administering the directives of the board and the
- 15 executive committee;
- keeping the authority's records, including minutes 16
- of meetings of the board and the executive committee; 17
- 18 (3) coordinating with state, federal, and local
- agencies; 19
- 20 (4)developing plans and programs for the approval of
- 21 the board or the executive committee;
- 22 (5) hiring, supervising, training, and discharging
- 23 the authority's employees, as authorized by the board or the
- executive committee; 24
- (6) contracting for or retaining technical, 25
- scientific, legal, fiscal, and other professional services, as 26
- 27 authorized by the board or the executive committee; and
- 28 (7) performing any other duties assigned to the
- executive director by the board or the executive committee. 29
- The board may discharge the executive director by a 30
- majority vote of all the qualified directors. (Acts 44th Leg., 1st 31
- C.S., Ch. 427, Sec. 2.07.) 32

#### 33 Source Law

- (a) 34 Sec. 2.07. The board may employ
- 35 executive director and set his salary and other
- compensation on a majority vote of all the qualified 36
- 37 directors.

- 1 The executive director is the 2 executive officer of the authority. Under policies 3 established by the board and the executive committee, 4 is responsible to the board and the executive 5 committee for: 6 (1)administering the directives of the board and the executive committee; 8 authority's (2) keeping records, the 9 including minutes of meetings of the board and the 10 executive committee; 11 coordinating with state, federal, and (3)12 local agencies; 13 (4)developing plans and programs for the 14 approval of the board or the executive committee; 15 (5) hiring, supervising, training, discharging the authority's employees, as authorized 16 by the board or the executive committee; 17 18 for (6) contracting Οľ retaining 19 technical, scientific, legal, fiscal, and other professional services, as authorized by the board or 20 21 the executive committee; and 22 (7) performing any other duties assigned 23 to him by the board or the executive committee. 24 (c) The board may discharge the executive director on a majority vote of all the qualified 25
- 27 Revised Law

directors.

- Sec. 8511.0211. 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.
- 33 (b) The training program must provide the person with 34 information regarding:
- 35 (1) the law governing authority operations;
- 36 (2) the authority's programs, functions, rules, and
- 37 budget;

- 38 (3) the results of the authority's most recent formal
- 39 audit;
- 40 (4) the requirements of:
- 41 (A) laws relating to open meetings, public
- 42 information, administrative procedure, and disclosure of conflicts
- 43 of interest; and
- 44 (B) other laws applicable to members of the
- 45 governing body of a river authority in performing their duties; and
- 46 (5) any applicable ethics policies adopted by the
- 47 authority or the Texas Ethics Commission.

- 1 (c) A person appointed to the board is entitled to
- 2 reimbursement for the travel expenses incurred in attending the
- 3 training program regardless of whether the attendance at the
- 4 program occurs before or after the person qualifies for office.
- 5 (d) The executive director shall create a training manual
- 6 that includes the information required by Subsection (b). The
- 7 executive director shall distribute a copy of the training manual
- 8 annually to each director. Each director shall sign and submit to
- 9 the executive director a statement acknowledging that the director
- 10 has received and reviewed the training manual. (Acts 44th Leg., 1st
- 11 C.S., Ch. 427, Sec. 2.03A.)

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#### 12 <u>Source Law</u>

- Sec. 2.03A. (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.
- (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 results of the most recent formal audit of the authority;
  - (4) the requirements of:
- (A) laws relating to open meetings, public information, administrative procedure, and disclosure of conflicts of interest; and
- (B) other laws applicable to members of the governing body of a river authority in performing their duties; and
- (5) any applicable ethics policies adopted by the authority 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 executive director shall create a training manual that includes the information required by Subsection (b) of this section. The executive director shall distribute a copy of the training manual annually to each director. Each director shall sign and submit to the executive director a statement acknowledging that the director has received and reviewed the training manual.

#### 48 Revised Law

Sec. 8511.0212. INTEREST IN CONTRACT. (a) A director who is financially interested in a contract to be executed by the authority for the purchase, sale, lease, rental, or supply of

- property, including supplies, materials, and equipment, or the 1
- construction of facilities shall disclose that fact to the other
- directors and may not vote on or participate in discussions during 3
- 4 board meetings on the acceptance of the contract.
- 5 An interest described by Subsection (a) does not affect
- the validity of a contract if the disclosure is made and the 6
- 7 interested director does not vote on the question of entering into
- 8 the contract. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.04.)

#### 9 Source Law

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director who Sec. 2.04. Α is financially interested in a contract to be executed by the authority for the purchase, sale, lease, renting, or supplying of property, including without limitation supplies, 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 board meetings on the acceptance of the contract. Such interest shall not affect the validity of a contract if the disclosure is made and the interested director does not vote on the question of entering into the contract.

#### Revisor's Note

Section 2.04, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to a contract for the purchase, sale, lease, renting, or supplying of property, "including without limitation" supplies, materials, and equipment. The revised law omits "without limitation" as unnecessary because 311.005(13), Government Section Code (Code "includes" Construction Act), provides that "including" are terms of enlargement and not limitation and do not create a presumption that components not expressed are excluded.

#### Revised Law

Sec. 8511.0213. SEPARATION OF POLICYMAKING AND MANAGEMENT 35 The board shall develop and implement policies that 36 FUNCTIONS. 37 clearly separate the board's policymaking responsibilities and the 38 executive director's and staff's management responsibilities. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.08A.)

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Sec. 2.08A. 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 the staff of the authority.

#### 7 Revised Law

- 8 Sec. 8511.0214. PUBLIC TESTIMONY. (a) The board shall 9 develop and implement policies that provide the public with a 10 reasonable opportunity to appear before the board and to speak on 11 any issue under the authority's jurisdiction.
- 12 (b) At each regular board meeting, the board shall include 13 public testimony as a meeting agenda item and allow members of the 14 public to comment on other agenda items and other matters under the 15 authority's jurisdiction. The board may not deliberate on or decide 16 a matter not included in the meeting agenda, except that the board 17 may discuss including the matter on the agenda for a subsequent 18 meeting. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 2.06A.)

#### 19 Source Law

Sec. 2.06A. (a) 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 issue under the jurisdiction of the authority.

(b) At each regular meeting of the board, the board shall include public testimony as a meeting agenda item and allow members of the public to comment on other agenda items and other matters under the jurisdiction of the authority. The board may not deliberate on or decide a matter not included in the meeting agenda, except that the board may discuss including the matter on the agenda for a subsequent meeting.

#### 34 Revised Law

- 35 Sec. 8511.0215. DIRECTORS' AND EMPLOYEES' FIDELITY BONDS.
- 36 (a) The executive director, the treasurer, and each of the
- 37 authority's officers, agents, or employees who is charged with the
- 38 collection, custody, or payment of authority money shall execute a
- 39 fidelity bond.
- 40 (b) The board must approve the bond's form, amount, and
- 41 surety.
- 42 (c) The authority shall pay the premiums on the bond. (Acts

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44th Leg., 1st C.S., Ch. 427, Secs. 2.08(a), (b) (part).)
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                                   Source Law
                 Sec. 2.08.
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                              (a)
                                     The executive director, the
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           treasurer, and other officers, agents, and employees
           of the authority charged with the collection, custody,
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           or payment of any money of the authority shall execute a fidelity bond. The board shall approve the form, amount, and surety of the bond.
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                      The authority shall pay the premiums on the
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                 (b)
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           bonds under this section and . . .
11
                                  Revised Law
           Sec. 8511.0216.
                              AUTHORITY'S OFFICE.
12
                                                      The authority shall
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    maintain its principal office inside its boundaries. (Acts 44th
    Leg., 1st C.S., Ch. 427, Sec. 2.09.)
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                                   Source Law
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                              The
                                   authority shall
                 Sec. 2.09.
                                                      maintain its
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           principal office within its boundaries.
18
                                  Revised Law
           Sec. 8511.0217.
                              COMPLAINTS.
                                              (a)
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                                                     The authority shall
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    maintain a system to act promptly and efficiently on complaints
    filed with the authority.
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                The authority shall maintain information about:
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                      the parties to the complaint;
2.3
                 (1)
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                      the subject matter of the complaint;
                 (2)
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                 (3)
                      a summary of the results of the review
    investigation of the complaint; and
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                      the complaint's disposition.
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                The authority shall periodically notify the parties to
    the complaint of the complaint's status until final disposition.
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           (d)
                The
                      authority shall
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                                            make
                                                   information
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    describing
                 its
                       procedures for
                                           complaint
                                                        investigation
    resolution. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.27.)
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                                   Source Law
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                 Sec. 3.27.
                              (a)
                                   The authority shall maintain a
           system to promptly and efficiently act on complaints
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           filed with the authority. The authority shall maintain
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           information about the parties to and subject matter of
           the complaint, a summary of the results of the review or investigation of the complaint, and the disposition
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           of the complaint.
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                      The
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                            authority
                                                         information
                 (b)
                                         shall
                                                 make
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           available describing its procedures for complaint
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- investigation and resolution. 1 2 The authority shall periodically notify the 3 complaint parties of the status of the complaint until 4 final disposition. 5 Revised Law Sec. 8511.0218. ALTERNATIVE DISPUTE RESOLUTION PROCEDURES. 6 The board shall develop a policy to encourage the use of 7 dispute resolution 8 appropriate alternative procedures under Chapter 2009, Government Code, to assist in the resolution of 9 10 internal and external disputes under the authority's jurisdiction. The authority's procedures relating to alternative 11 dispute resolution must conform, to the extent possible, to any 12 model guidelines issued by the State Office of Administrative 13 Hearings for the use of alternative dispute resolution by state 14 15 agencies. 16 (c) The authority shall: 17 implementation (1)coordinate the of the policy 18 adopted under Subsection (a); 19 provide training as needed to implement the procedures for alternative dispute resolution; and 20 21 collect data concerning the effectiveness of those (3) procedures. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.18A.) 22 23 Source Law Sec. 3.18A. (a) The board shall develop a policy to encourage the use of appropriate alternative 24 25 dispute resolution procedures under Chapter 2009, 26 Government Code, to assist in the resolution of internal and external disputes under the authority's 27 28 29 jurisdiction. 30 authority's procedures (b) The relating alternative dispute resolution must conform, to the 31 extent possible, to any model guidelines issued by the State Office of Administrative Hearings for the use of 32 33 34 alternative dispute resolution by state agencies. 35 (c) The authority shall: 36
  - (1) coordinate the implementation of the policy adopted under Subsection (a) of this section;
  - (2) provide training as needed to implement the procedures for alternative dispute resolution; and
- 41 (3) collect data concerning the 42 effectiveness of those procedures.

#### 43 Revised Law

Sec. 8511.0219. FIVE-YEAR STRATEGIC PLAN. (a) The

45 authority shall adopt and promptly publish on the authority's

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- 1 Internet website a written strategic plan that:
- 2 (1) sets the authority's goals for the following five
- 3 years;
- 4 (2) establishes the authority's mission; and
- 5 (3) describes the anticipated activities that the
- 6 authority will perform in the Nueces River Basin over the following
- 7 five years.

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- 8 (b) The authority shall update the strategic plan regularly
- 9 and publish the updated versions of the plan on the authority's
- 10 Internet website. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.28.)

#### 11 Source Law

- Sec. 3.28. (a) The authority shall adopt and promptly publish on the authority's Internet website a written, five-year strategic plan that:
  - (1) sets the authority's goals for the

16 following five years; 17 (2) establ

- (2) establishes the authority's mission; and
- (3) describes the anticipated activities that the authority will perform in the Nueces River Basin over the following five years.
  - (b) The authority shall update the five-year strategic plan regularly and publish the updated versions of the plan on the authority's Internet website.

# Revisor's Note (End of Subchapter)

Section 2.03(g), Chapter 427, Acts of the (1)44th Legislature, 1st Called Session, 1935, provides that 13 members of the board constitute a quorum for the transaction of business until February 1, 1977, and that on and after that date 11 members of the board, which is a majority of the full membership of the board, constitute a quorum for the transaction of The revised law omits the provision regarding the number of members of the board required to constitute a quorum for the transaction of business until February 1, 1977, as executed. The revised law omits the provision regarding the number of members of the board required to constitute a quorum for the transaction of business on and after that date because it duplicates, in substance, Section 311.013, Government Code (Code Construction Act), which provides that a quorum of a public body is a majority of the number of members fixed by statute. The revised law also omits "for the transaction of business" because "quorum" means the number of persons or votes necessary for a body to act. The omitted law reads:

- (g) Thirteen members of the board shall constitute a quorum for the transaction of business until February 1, 1977. On and after that date, 11 members of the board shall constitute a quorum for the transaction of business.
- Section 2.10(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, requires the board to keep complete and accurate minutes of its meetings. The revised law omits that provision because it duplicates, in substance, part of Section 49.065(a), Water Code, which requires that the board keep a complete account of its all meetings. Throughout this chapter, the revised law omits law that is superseded by Chapter 49, Water Code, or that duplicates law contained in that chapter. Except as otherwise provided by that chapter, Chapter 49, Water Code, applies to the authority under Sections 49.001 and 49.002, Water Code. The omitted law reads:
  - (b) The authority shall keep complete and accurate minutes of its meetings.
- (3) Section 3, Chapter 699, Acts of the 64th Legislature, Regular Session, 1975, provides for the transition of the board following changes to the board by that act. The revised law omits that provision as executed. The omitted law reads:
  - Sec. 3. Those persons who are serving on the 21-member board of directors of the authority on the effective date of this Act shall continue to hold office until the expiration of the terms to which they have been appointed, except as provided in this section. On the effective date of this Act,

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or as soon thereafter as possible, the governor shall proceed to appoint members to the board of directors who are residents of Nueces County, San Patricio County, and Jim Wells County as may be necessary to bring the membership of the board into compliance with Section 2.03(b) of this Act at the earliest possible time. Of the three initial appointments made by the governor to fill the three new positions on the 24-member board of directors authorized by Section 2.03(a) of this Act, one shall be appointed to serve a two-year term, one shall be appointed to serve a four-year term, and one shall be appointed to serve a six-year term. Thereafter, appointments to fill the new positions shall be made for six-year terms. On or before January 31, 1977, the board of directors of authority shall determine the three positions on the board which shall be abolished to reduce the number of positions as of February 1, 1977, from 24 back down to 21, as required by Section 2.03(a) of this Act; provided, however, that none of the positions filled by directors who are residents of Nueces County, San Patricio County, and Jim Wells County shall be abolished, but those positions shall be continued. The proceedings for making this determination shall be initiated by the president of the board of directors, who shall present the matter to the board at any regular or special board meeting, or at a board meeting which he is hereby specifically authorized to call for the purpose, held on or before January 31, 1977. At least 10 days' notice of the meeting at which the matter is to be presented shall be given to the members of the board. For this purpose, the board of directors shall be considered in three classes. One class shall consist of the members of the board whose terms expire January 31, 1977; a second class shall consist of the members of the board whose terms expire January 31, 1979; the third class shall consist of the members of the board whose terms expire January 31, 1981. All members in each class of directors who are present at the meeting shall determine by unanimous agreement of the members of the class present which director's position in that class, other than a position held by a director who is a resident of Nueces County, San Patricio County, or Jim Wells County, shall be abolished so as to reduce the number of directors in that class to seven as of February 1, 1977. In the event unanimous agreement is not reached by the members of the class present at the meeting, the matter of which director's position in that class shall be abolished shall be determined at such meeting by the drawing of lots. Only those members of the class who are residents of counties other than Nueces County, San Patricio County, and Jim Wells County shall participate in the drawing of lots at the

meeting; a member of the class who is a resident of one of the named counties shall not participate in the drawing of lots, nor shall his position be abolished. If at the time of the meeting there is a vacancy in any directorship position in a class which makes the determination by the drawing of lots or if a member holding a directorship position in such class is absent from the meeting, position other than a vacant formerly held by or an absent member who is a resident of one of the named counties, any other member of the board present at the meeting is authorized to draw the lot on behalf of the vacant position or position held by the absent director. the directorship positions abolished by this process shall be abolished as of and shall cease to exist after January 31, 1977, and the term of office of the persons holding the positions shall likewise terminate. In making appointments to fill unexpired terms in other positions on the board which may be vacant on February 1, 1977, or become vacant within a reasonable period of time thereafter because of resignations or other the governor shall consideration to appointing those persons now serving on the board whose positions are abolished as of January 31, 1977, pursuant to the provisions of this section. This section is a transition provision and shall have effect only for the period of time necessary to accomplish its purpose. Except as otherwise specifically provided herein to accomplish the transition, the governor shall make appointments to the board of directors of the authority as provided in Section 2.03 of this Act.

#### SUBCHAPTER C. POWERS AND DUTIES

## 41 Revised Law

Sec. 8511.0301. GENERAL POWERS AND DUTIES. (a) The

43 authority shall:

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- 44 (1) administer this chapter; and
- 45 (2) use its facilities and powers to accomplish the
- 46 purposes of this chapter.
- 47 (b) The authority may:
- 48 (1) exercise the powers, rights, privileges, and
- 49 functions in this chapter;
- 50 (2) exercise all powers, rights, and privileges
- 51 necessary or convenient for accomplishing the purposes of this
- 52 chapter; and
- 53 (3) perform any other act necessary or convenient to

- 1 the exercise of the powers, rights, privileges, or functions
- 2 conferred by this chapter or other laws.
- 3 (c) The board may provide for any expenditures it considers
- 4 essential or useful in the authority's maintenance, operation, and
- 5 administration. (Acts 44th Leg., 1st C.S., Ch. 427, Secs. 2.01
- 6 (part), 3.01(a), (b), 3.24.)

## 7 Source Law

8 [Sec. 2.01]

- 9 ... [the Nueces River Authority is a conservation 10 and reclamation district,] . . . with the authority to exercise the powers, rights, privileges, and functions in this Act. . . .
- Sec. 3.01. (a) The authority shall administer this Act and shall use its facilities and powers to accomplish the purposes of this Act.
- accomplish the purposes of this Act.

  (b) The authority shall have and may exercise all powers, rights, and privileges necessary or convenient for accomplishing the purposes of this Act.
  - Sec. 3.24. (a) The board may provide for any expenditures it considers essential or useful in the maintenance, operation, and administration of the authority.
    - 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.

## 27 Revised Law

- Sec. 8511.0302. CONTROL AND USE OF WATERS. (a) The
- 29 authority may exercise power over the storm water and floodwater of
- 30 the Nueces River Basin.
- 31 (b) The authority may exercise the powers of control and use
- 32 of this state's water in the following manner and for the following
- 33 purposes:

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- 34 (1) to provide for the control and coordination of
- 35 water use in the Nueces River Basin as a unit;
- 36 (2) to provide for the preservation of the rights of
- 37 the people of the different sections of the Nueces River Basin in
- 38 the beneficial use of water by adequate organization and
- 39 administration;
- 40 (3) to provide for conserving storm water, floodwater,
- 41 and unappropriated flow water of the Nueces River Basin, including
- 42 the storage, control, transportation, treatment, and distribution

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

- 1 development and distribution of hydroelectric power, if that use
- 2 may be economically coordinated with other and superior uses and
- 3 subordinated to the uses declared by law to be superior; and
- 4 (13) to provide for each purpose and use for which
- 5 storm water, floodwater, and unappropriated flow water when
- 6 controlled and conserved may be used in the performance of a useful
- 7 service as contemplated and authorized by the provisions of the
- 8 constitution and statutes.
- 9 (c) The authority may:
- 10 (1) control, store, and preserve the water of the
- 11 Nueces River and its tributaries inside the authority's boundaries
- 12 for a useful purpose;
- 13 (2) use, distribute, and sell the water for a
- 14 beneficial purpose inside and outside the authority; and
- 15 (3) acquire water and water rights inside and outside
- 16 the authority.

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- 17 (d) All plans and works provided by the authority and all
- 18 works that may be provided under the authority's authorization
- 19 should have primary regard to the necessity and potential needs for
- 20 water by or in the respective areas constituting the watershed of
- 21 the Nueces River and its tributary streams. (Acts 44th Leg., 1st
- 22 C.S., Ch. 427, Sec. 3.02.)

## 23 Source Law

- Sec. 3.02. (a) Subject to the provisions of the constitution and statutes of the state and the continuing right of supervision of the state through the commission, the Nueces River Authority has and may exercise authority and power over the storm water and floodwater of the Nueces River Basin, subject to the applicable provisions of Chapters 5, 11, and 12, Water Code.
- (b) Subject to Chapters 5, 11, and 12, Water Code, the authority may exercise the powers of control and employment of the state's water in the manner and for the particular purposes as follows:
- (1) to provide for the control and coordination of water use in the Nueces River 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 river basin in the beneficial use of water;
- (3) to provide for conserving storm, flood, and unappropriated flow water of the Nueces

River Basin, including the storing, controlling, transporting, treating, and distributing of such water, and the prevention of the escape of any such 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 Nueces River Basin, including all necessary water supplies for cities, towns, and industrial districts;
- (5) to provide for the irrigation of land in the Nueces River Basin where irrigation is required for agricultural purposes or may be deemed helpful to more profitable agricultural production and for the equitable distribution of storm, flood, and unappropriated flow water to the regional potential requirements for all uses; all plans and all works provided by the authority and all works which may be provided under authorization of the authority should have primary regard to the necessary and potential needs for water, by or within the respective areas constituting the watershed of the Nueces River and its tributary streams;
- (6) to provide for the encouragement and development of drainage systems and provisions for drainage of land in the valleys of the Nueces River and its tributary streams needing drainage for profitable agricultural and livestock production and industrial activities and drainage of other land in the watershed area of the authority requiring drainage for the most advantageous use;
- (7) to provide for the conservation of all soils against destructive erosion, thereby preventing the increased flood menace incident thereto;
- (8) to control and make available for employment, flood, storm, and unappropriated flow water as may be 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 as set forth by Chapters 5, 11, and 12, Water Code, for the control, storing, and employment of flood, storm, and unappropriated flow water in the development and distribution of hydroelectric power, where this use may be economically coordinated with other and superior uses, and subordinated to the uses declared by law to be superior; and
- (10) to provide in the manner set forth in Chapters 5, 11, and 12, Water Code, for each and every purpose and use for which flood, storm, and unappropriated flow water when controlled and conserved may be utilized in the performance of a useful service as contemplated and authorized by the provisions of the constitution and statutes.
- (c) Subject to Chapters 5, 11, and 12, Water Code, the authority may control, store, and preserve the water of the Nueces River and its tributaries within the boundaries of the authority for any useful purpose, and may use, distribute, and sell the water for any beneficial purpose inside and outside the authority, and may acquire water and water rights inside and outside the authority.

## Revisor's Note

(1) Section 3.02(a), Chapter 427, Acts of the

44th Legislature, 1st Called Session, 1935, provides that, "[s]ubject to the provisions of the constitution and statutes of the state and the continuing right of supervision of the state through the commission," the authority has certain powers, "subject to applicable provisions of Chapters 5, 11, and 12, Water Code." Similarly, Section 3.02(b) of Chapter 427 provides that, "[s]ubject to Chapters 5, 11, and 12, Water Code," the authority may exercise certain powers, Section 3.02(b)(9) of Chapter 427 authorizes the authority to provide "as set forth by Chapters 5, 11, and 12, Water Code," for the control, storage, and employment of certain water for certain purposes, Section 3.02(b)(10) of Chapter 427 authorizes the authority to provide "in the manner set forth in Chapters 5, 11, and 12, Water Code, "for each purpose for which certain water may be used in the performance of a useful service, and Section 3.02(c) of Chapter 427 provides that, "[s]ubject to Chapters 5, 11, and 12, Water Code," the authority may control, store, preserve, use, distribute, and sell certain water for certain purposes and may acquire water and water rights.

The revised law omits the references to the constitution and statutes of the state and Chapters 5, 11, and 12, Water Code, as unnecessary 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 the Texas Water Rights Commission because the Texas Commission on Environmental Quality is the successor to the Texas Water Rights Commission, and therefore the provision duplicates, in substance, part of Section 12.081, Water Code, which subjects certain

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- special districts and authorities, including the authority, to supervision by the Texas Commission on Environmental Quality.
  - (2) Section 3.02(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the authority may exercise "authority and power" over the storm water and floodwater of the Nueces River Basin. The revised law omits "authority" because, in context, "authority" is included in the meaning of "power."
- (3) Section 3.02(b)(4), Chapter 427, Acts of the 11 44th Legislature, 1st Called Session, 1935, refers to 12 "cities" and "towns." The revised law substitutes 13 "municipalities" for "cities" and "towns" because the 14 meaning of "municipalities" includes both cities and 15 towns, and "municipalities" is the term used in the 16 17 Local Government Code.

#### 18 Revised Law

USE OF BED AND BANKS OF NUECES RIVER AND ITS 19 Sec. 8511.0303. 20 TRIBUTARIES. Subject to the commission's approval, the authority may use the bed and banks of the Nueces River and its tributary 21 22 streams for any purpose necessary to accomplish the authority's plans for storing, controlling, conserving, transporting, and 23 distributing storm water, floodwater, and appropriated flow waters 2.4 for useful purposes. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 25 3.21.) 26

## 27 Source Law

Sec. 3.21. Subject to the approval of the commission, the authority may use the bed and banks of the Nueces River and its tributary streams for any purposes necessary to accomplish the plans of the authority for storing, controlling, conserving, transporting, and distributing storm, flood, and appropriated flow waters for useful purposes.

#### Revised Law

Sec. 8511.0304. MASTER PLAN. (a) The authority shall prepare and file with the commission a master plan for the maximum

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- 1 development of the soil and water resources of the entire Nueces
- 2 River watershed, including plans for the complete use, for all
- 3 economically beneficial purposes, of the watershed's water
- 4 resources. The authority may amend the master plan as appropriate
- 5 to accomplish the purposes of this section.
- 6 (b) After the master plan or any amendments to the plan have
- 7 been filed with the commission, notice of the application of any
- 8 person who desires to acquire the right to use state water that is
- 9 in the Nueces River watershed shall be provided to the authority.
- 10 After public hearing as provided by law, the commission may grant or
- 11 deny the proposed application in the manner required by law,
- 12 notwithstanding any contrary provision of the master plan or any
- 13 amendments to the plan.
- 14 (c) Each work constructed by the authority shall be
- 15 constructed and operated in a manner that, in the greatest
- 16 practicable degree, conforms to the master plan and any amendments
- 17 to the plan.

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- 18 (d) This section may not be construed to interfere with any
- 19 improvement of the Nueces River or its tributaries or with a grant
- 20 or loan in aid of any improvement made by the United States or by
- 21 this state. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.22.)

## 22 <u>Source Law</u>

- Sec. 3.22. (a) It shall be the duty of the authority to prepare and file with the commission a master plan for the maximum development of the soil and water resources of the entire Nueces River watershed, including plans for the complete utilization, for all economically beneficial purposes, of the water resources of the watershed. The authority may amend the master plan from time to time as may be appropriate to accomplish the purposes of this section.
- to accomplish the purposes of this section.

  (b) After the master plan or any amendments thereto have been filed with the commission, notice of the application of any person who desires to acquire the right to use state water which is in the Nueces River watershed shall be furnished to the authority. After public hearing as provided by law, the commission may grant or deny the proposed application in the manner required by law, notwithstanding any provisions of the master plan or any amendments thereto to the contrary.
- (c) Works constructed by the authority shall be constructed and operated in a manner which will conform to the master plan and any amendments thereto in the greatest practicable degree.

None of the provisions of this section shall be construed to interfere with any improvement of the Nueces River or its tributaries or with grants or loans in aid of any improvement made by the United States or any of its agencies or by the State of Texas or any of its agencies or political subdivisions.

### Revisor's Note

- (1)Section 3.22(d), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to the United States "or any of its agencies." revised law omits the quoted language as unnecessary because under Section 311.005(9), Government Code (Code Construction Act), "United States" includes a department, bureau, or other agency of the United States of America.
- Section 3.22(d), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to state or "any of its agencies or political The revised law omits the quoted subdivisions." language as unnecessary because an agency or political subdivision is included in the meaning of the term "state" as defined by Section 8511.0101 of this chapter.

#### 24 Revised Law

- Sec. 8511.0305. WATER CONSERVATION PROGRAM. 25 The board shall adopt and implement a program of water conservation that: 26
- 27 (1)incorporates the practices, techniques, technologies that will reduce water consumption, reduce water loss 28 29 or waste, improve efficiency in water use, or increase water recycling and reuse so that a water supply is available for future 30 or alternative uses; and 31
- (2) the commission and development board determine 32 33 meets reasonably anticipated local needs and conditions. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.22A.)

#### 35 Source Law

36 Sec. 3.22A. The board shall adopt and implement a program of water conservation that incorporates the 37 practices, techniques, and technologies that will 38

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1 reduce the consumption of water, reduce the loss or waste of water, improve the efficiency in the use of 2 3 water, or increase the recycling and reuse of water so that a water supply is made available for future or 5 alternative uses and that the commission 6 development board determine will meet reasonably 7 anticipated local needs and conditions.

## Revised Law

- 9 Sec. 8511.0306. FORESTATION AND REFORESTATION. The
- 10 authority may forest, reforest, or aid in foresting or reforesting
- 11 the watershed of the Nueces River and its tributaries. (Acts 44th
- 12 Leg., 1st C.S., Ch. 427, Sec. 3.03.)

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## 13 Source Law

Sec. 3.03. The authority may forest and reforest and in the foresting and reforesting of the watershed area of the Nueces River and its tributaries.

## 18 <u>Revisor's Note</u>

Section 3.03, Chapter 427, Acts of the 44th 19 Legislature, 1st Called Session, 1935, refers to the 20 21 "watershed area of the Nueces River 22 tributaries." The revised law omits the reference to "area" because, in context, "area" is included in the 23 24 meaning of "watershed."

## 25 Revised Law

- Sec. 8511.0307. GROUNDWATER. (a) The authority may conduct surveys and studies of the groundwater supplies in the authority to:
- (1) determine the location and quantity of groundwater
  available for irrigation and other purposes; and
- (2) develop and ascertain other information that in the authority's judgment may be necessary to fully develop irrigation and other water uses from the groundwater in the
- 35 (b) With the approval and under the supervision of the 36 commission, the authority may appropriate storm water and 37 floodwater to recharge underground freshwater-bearing sand and 38 aguifers in the Nueces River Basin.
- 39 (c) The authority shall cooperate with the Edwards Aquifer

authority.

- 1 Authority, or its lawful successor, and any other groundwater
- 2 conservation district inside the authority's boundaries in any
- 3 groundwater recharge project in an area where a groundwater
- 4 conservation district has jurisdiction. (Acts 44th Leg., 1st C.S.,
- 5 Ch. 427, Sec. 3.04.)

## 6 Source Law

Sec. 3.04. (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 for irrigation and other purposes, and to develop and ascertain such other data and information as in the judgment of the authority may be necessary to fully develop irrigation and other water uses from the groundwater in the authority.

- and other water and authority.

  (b) Subject to the requirements of the applicable statutes, the approval of the commission, and under the supervision of the commission, the authority may appropriate storm water and floodwater to recharge underground fresh water bearing sand and aquifers in the Nueces River Basin.
- (c) The authority shall cooperate with the Edwards Underground Water District, or its lawful successor, and any other groundwater districts within the boundaries of the authority in any groundwater recharge projects in areas where a groundwater district has jurisdiction.

## Revisor's Note

- (1) Section 3.04(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to "data and information." The revised law omits the term "data" because, in this context, the meaning of "information" includes "data."
- (2) Section 3.04(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that, "[s]ubject to the requirements of the applicable statutes," the 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 8511.0302.
- (3) Section 3.04(c), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to the "Edwards Underground Water District, or its lawful successor." The Edwards Aquifer Authority is the

- 1 successor to the Edwards Underground Water District.
- See Section 1.41, Chapter 626, Acts of the 73rd
- 3 Legislature, Regular Session, 1993. The revised law
- 4 is drafted accordingly.
- 5 (4) Section 3.04(c), Chapter 427, Acts of the
- 6 44th Legislature, 1st Called Session, 1935, refers to
- 7 "groundwater districts" and a "groundwater district."
- 8 The revised law substitutes "groundwater conservation
- 9 districts" and "groundwater conservation district,"
- 10 respectively, for the quoted language to conform to
- 11 the term used in Chapter 36, Water Code.
- 12 Revised Law
- Sec. 8511.0308. WATER QUALITY CONTROL. (a) The authority
- 14 may exercise the powers vested in a river authority by Chapters 5,
- 15 7, 17, 26, and 30, Water Code, and Chapter 366, Health and Safety
- 16 Code.

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- 17 (b) The authority may perform the licensing and other
- 18 functions authorized to be delegated to a local government by the
- 19 commission in connection with the regulation of private sewage
- 20 facilities under Chapter 366, Health and Safety Code.
- 21 (c) The authority may serve as the entity to provide
- 22 regional or area-wide waste collection, treatment, and disposal
- 23 systems as provided by Subchapter C, Chapter 26, Water Code. (Acts
- 24 44th Leg., 1st C.S., Ch. 427, Sec. 3.05.)

## 25 Source Law

- Sec. 3.05. (a) The authority has and may exercise all of the powers vested in river authorities under Chapters 5, 7, 17, 26, and 30, Water Code, and Chapter 366, Health and Safety Code.
  - (b) The authority is authorized to perform the licensing and other functions authorized to be delegated to local governments by the commission in connection with the regulation of private sewage facilities under Chapter 366, Health and Safety Code.
- (c) The authority may serve as the entity to provide regional or area-wide waste collection, treatment, and disposal services, as provided in Subchapter C, Chapter 26, Water Code.

## 39 <u>Revised Law</u>

40 Sec. 8511.0309. SOLID WASTE SERVICES. The authority may

- 1 acquire, construct, maintain, and provide facilities, equipment,
- 2 and disposal sites to provide solid waste collection,
- 3 transportation, treatment, and disposal services inside the
- 4 authority, charge for the services, and enter into a contract for
- 5 the services with any person. (Acts 44th Leg., 1st C.S., Ch. 427,
- 6 Sec. 3.06.)

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## 7 Source Law

power 8 The Sec. 3.06. authority has the 9 purchase, acquire, construct, maintain, and provide 10 facilities, equipment, and disposal sites to furnish solid waste collection, transportation, treatment, and disposal services inside the authority, to charge 11 12 the services, and to make contracts for the 13 for 14 services with any person.

## Revisor's Note

Section 3.06, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to the authority's power to "purchase" and "acquire" certain property. The revised law omits "purchase" because it is included in the meaning of "acquire."

#### 21 Revised Law

Sec. 8511.0310. APPLICABILITY OF CERTAIN ENVIRONMENTAL LAWS. The authority may exercise the powers and functions vested in a river authority by Chapter 383, Health and Safety Code. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.26.)

### Source Law

Sec. 3.26. In addition to the powers and functions vested in the authority by this Act, the authority has and may exercise all the powers and functions vested in river authorities under the Clean Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes).

## Revisor's Note

(1) Section 3.26, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that "[i]n addition to the powers and functions vested in the authority by this Act," the authority has certain powers and functions. 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.
- 5 (2) Section 3.26, Chapter 427, Acts of the 44th
  6 Legislature, 1st Called Session, 1935, refers to the
  7 "Clean Air Financing Act (Article 4477-5a, Vernon's
  8 Texas Civil Statutes)." That act was revised in 1989
  9 as Chapter 383, Health and Safety Code. Throughout
  10 this chapter, the revised law is drafted accordingly.

## 11 Revised Law

- Sec. 8511.0311. PARKS AND RECREATIONAL FACILITIES. The
- 13 authority may:
- 14 (1) acquire land adjacent to or in the vicinity of the
- 15 Nueces River or any of its tributaries for park and recreational
- 16 purposes; and
- 17 (2) acquire, construct, and maintain park and
- 18 recreational facilities on the land. (Acts 44th Leg., 1st C.S., Ch.
- 19 427, Sec. 3.07.)

## 20 Source Law

Sec. 3.07. The authority may acquire land adjacent to or in the vicinity of the Nueces River or any of its tributaries for park and recreational purposes, and may acquire, construct, and maintain park and recreational facilities on the land.

## 26 <u>Revised Law</u>

Sec. 8511.0312. PERMITS AND LICENSES. In the manner provided by Chapters 5, 11, and 12, Water Code, the authority may apply for any permit, license, franchise, or other grant of authority it may require from the commission, the development board, or any other federal, state, or local governmental agency in exercising its powers and accomplishing the purposes under this

# 34 Source Law

Sec. 3.08. In the manner provided by Chapters 5, 11, and 12, Water Code, the authority may apply for any permits, licenses, franchises, and other grants of

chapter. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.08.)

- 1 authority it may require from the commission, the development board, or any other federal, state, or local governmental agencies in exercising its powers 2 3
- 4 and accomplishing the purposes under this Act.

#### 5 Revised Law

- Sec. 8511.0313. SERVICE CONTRACTS AND CHARGES. 6 (a) The
- 7 authority may enter into a service contract and may adopt
- 8 resolutions and orders establishing rates and providing for the
- collection of fees and charges for:
- 10 (1)the sale or use of water;
- 11 (2) water transmission, treatment, and storage
- facility services; 12
- solid and liquid waste collection, treatment, and 13 (3)
- disposal services and facilities; 14
- the use of park and recreational facilities; 15
- the sale of power and electric energy; and 16 (5)
- other services or facilities sold, provided, or 17 (6)
- 18 supplied by the authority.
- 19 (b) The fees and charges must be sufficient to produce
- revenue adequate to: 20
- pay expenses necessary for the operation 2.1 (1)and
- 22 maintenance of the authority's properties and facilities;
- pay the principal of or the interest on any bonds 23
- 24 or other obligations issued by the authority when due and payable;
- fulfill any reserve or other fund obligations of 25
- the authority in connection with the bonds or other obligations; 2.6
- 27 and
- (4)pay any other expenses the board may consider 28
- 29 necessary and proper for the authority's operations. (Acts 44th
- Leg., 1st C.S., Ch. 427, Sec. 3.09.) 30

#### 31 Source Law

32 Sec. 3.09. (a) The authority may enter into service contracts and may adopt resolutions and orders 33 34 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, solid and liquid waste collection, 35 36 37 38 treatment and disposal facilities and services, the use of park and recreational facilities, sale of power 39 energy, and any other services 40 electric

1 2	facilities sold, furnished, or supplied by the authority.
3	(b) The fees and charges shall be sufficient to
	produce revenue adequate to:
4 5	(1) pay expenses necessary for the
6	operation and maintenance of the properties and
7	facilities of the authority;
8	(2) pay the interest on or the principal of
9	any bonds or other obligations issued by the authority
10	when and as they become due and payable and to fulfill
11	any reserve or other fund obligations of the authority
12	in connection with the bonds or other obligations; and
13	(3) pay any other expenses the board may
14	consider necessary and proper for the operations of
15	the authority.
16	Revised Law
17	Sec. 8511.0314. USE OF REVENUE AND PROPERTY. The use

1 of any authority money or property for any purpose not provided by this 18 19 chapter is prohibited. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 4.06(b).) 20

21 Source Law

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(b) The use of any money or property of the authority for any purpose not provided in this Act is prohibited.

## Revisor's Note

Section 4.06(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that all revenue accruing to the authority shall be used by the authority pursuant to the act and any other law relating to the authority. The revised law omits that provision as unnecessary because the absence of the imply that the provision does not authority authorized to take actions inconsistent with this chapter or any other law relating to the authority. The omitted law reads:

> Sec. 4.06. (a) All revenue accruing the authority shall be used by the authority pursuant to this Act and any other

law relating to the authority.

## Revised Law

ACQUISITION, MAINTENANCE, AND OPERATION OF Sec. 8511.0315. 41 42 PROPERTY. The authority may purchase, lease, acquire by gift, maintain, use, and operate property of any kind inside or outside 43 44 the authority that is appropriate for the exercise of its 1 functions. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.11(a).)

## 2 <u>Source Law</u>

Sec. 3.11. (a) The authority may purchase, lease, acquire by gift, maintain, use, and operate property of any kind inside or outside the authority, appropriate for the exercise of its functions.

## 7 Revised Law

8 Sec. 8511.0316. ACQUISITION, CONSTRUCTION, MAINTENANCE,
9 AND OPERATION OF FACILITIES. The authority may acquire in any

10 manner, construct, extend, improve, maintain, reconstruct, use,

11 and operate facilities inside or outside the authority that are

12 necessary or convenient for the exercise of its powers, rights,

13 duties, and functions. (Acts 44th Leg., 1st C.S., Ch. 427, Sec.

14 3.12.)

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## 15 <u>Source Law</u>

Sec. 3.12. The authority may acquire in any lawful manner, 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.

## Revisor's Note

Section 3.12, Chapter 427, Acts of the 44th
Legislature, 1st Called Session, 1935, permits the
authority to acquire in any "lawful" manner certain
facilities. The revised law omits the word "lawful" as
unnecessary because the authority would not, in the
absence of the term, have the power to act unlawfully.

#### 28 Revised Law

- Sec. 8511.0317. EMINENT DOMAIN. (a) The authority may exercise the power of eminent domain under Chapter 21, Property Code, to acquire property of any kind inside or outside the authority that is appropriate for the exercise of its functions.
- 33 (b) The authority's authority under this section to 34 exercise the power of eminent domain expired on September 1, 2013, 35 unless the authority submitted a letter to the comptroller in 36 accordance with Section 2206.101(b), Government Code, not later 37 than December 31, 2012. (Acts 44th Leg., 1st C.S., Ch. 427, Sec.

1 3.10; New.)

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2 <u>Source Law</u>

Sec. 3.10. The authority may acquire property of any kind within or outside the authority, appropriate for the exercise of its functions, through the exercise of the power of eminent domain under the provisions of Title 52, Revised Civil Statutes of Texas, 1925, as amended.

#### Revisor's Note

- (1) Section 3.10, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to Title 52, Revised Civil Statutes of Texas, as amended. That statute was codified as Chapter 21, Property Code. The revised law is drafted accordingly. Throughout this chapter, the revised law omits the reference "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.
- (2) Section 3.10, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provided the authority 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 2206.101, Government Code.

## 33 Revised Law

- 34 Sec. 8511.0318. COST OF RELOCATING OR ALTERING PROPERTY.
- 35 (a) In this section, "sole expense" means the actual cost of relocating, raising, rerouting, changing the grade of, or altering

- 1 the construction of a facility described by Subsection (b) in
- 2 providing comparable replacement without enhancement of the
- 3 facility, after deducting from that cost the net salvage value
- 4 derived from the old facility.
- 5 (b) If the authority's exercise of the power of eminent
- 6 domain, the power of relocation, or any other power makes necessary
- 7 relocating, raising, rerouting, changing the grade of, or altering
- 8 the construction of a highway, railroad, electric transmission
- 9 line, telephone or telegraph property or facility, or pipeline, the
- 10 necessary action shall be accomplished at the authority's sole
- 11 expense. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.14.)

## 12 <u>Source Law</u>

Sec. 3.14. In the event that the authority, in the exercise of the power of eminent domain or power of relocation, or any other power, 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 pipelines, all such necessary relocation, raising, rerouting, or change in grade or alteration of construction, shall be accomplished at the sole expense of the authority. The term "sole expense" means the actual cost of the relocation, raising, rerouting, or change in grade or alteration of grade or construction in providing comparable replacement without any enhancement of the facilities, after deducting therefrom the net salvage value derived from the old facility.

## 29 <u>Revised Law</u>

- 30 Sec. 8511.0319. DISPOSITION OF PROPERTY. The authority
- 31 may:

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- 32 (1) sell any property or interest in property of any
- 33 kind owned by the authority by installments or otherwise, including
- 34 a sale in any manner prescribed or permitted by:
- 35 (A) Chapter 383, Health and Safety Code;
- 36 (B) Section 552.014, Local Government Code; or
- 37 (C) Chapter 30, Water Code; or
- 38 (2) lease, exchange, or otherwise dispose of any
- 39 property described by Subdivision (1) or interest in property.
- 40 (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.11(b).)

### Source Law

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It may also sell any property or interest in (b) property any kind owned by the authority installments or otherwise, including sales in any manner prescribed or permitted in Chapter 224, Acts of 1959, 56th Legislature, Regular Session, amended (Article 1109j, Vernon's Texas Civil Statutes), Chapter 25 of the Water Code, and the Clean Air Financing Act (Article 1477) Air Financing Act (Article 4477-5a, Vernon's Texas Civil Statutes). The authority may also lease, exchange, or otherwise dispose of any such property or interest therein.

## Revisor's Note

- Section 3.11(b), Chapter 427, Acts of the (1)44th Legislature, 1st Called Session, 1935, refers to Chapter 224, Acts of the 56th Legislature, Regular Session, 1959, as amended (Article 1109j, Vernon's Texas Civil Statutes). Article 1109j was codified in Section 402.014, Local Government Code. 1987 as 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 Legislature, Regular Session, 2007. The revised law is drafted accordingly.
- (2) Section 3.11(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to Chapter 25, Water Code. Chapter 25, Water Code, was revised as Chapter 30 of that code by Chapter 870, Acts of the 65th Legislature, Regular Session, 1977. The revised law is drafted accordingly.

### 31 Revised Law

Sec. 8511.0320. GENERAL CONTRACT POWERS. 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. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.15(a).)

## Source Law

Sec. 3.15. (a) The authority may make contracts and execute instruments that are necessary or convenient to the exercise of its powers, rights, duties, and functions.

## 1 Revised Law

- Sec. 8511.0321. AWARD OF CERTAIN CONTRACTS. (a) Any construction, maintenance, operation, or repair contract, or contract for the purchase of material, equipment, or supplies, or any contract for services other than technical, scientific, legal, fiscal, or other professional services, which will require an
- 7 estimated expenditure of more than \$10,000, or is for a term of six
- 8 months or more, shall be awarded to the lowest and best bidder.
  9 (b) In the event of a catastrophe or calamity of any kind,
- 10 the authority may award a contract necessary to protect and
- 11 preserve the public health and welfare or the authority's property
- 12 without using bidding procedures.
- 13 (c) The authority:
- 14 (1) shall publish notice:
- 15 (A) to bidders once each week for three
- 16 consecutive weeks before the date set for awarding the contract;
- 17 and
- 18 (B) in a newspaper having general circulation in
- 19 the county or counties in which the contract is to be performed; and
- 20 (2) may publish notice in any other appropriate
- 21 publication.
- 22 (d) The notice is sufficient if it states the time and place
- 23 when and where the bids will be opened, the general nature of the
- 24 work to be done, or the material, equipment, or supplies to be
- 25 purchased, or the nonprofessional services to be rendered, and
- 26 states the terms upon which copies of the plans, specifications, or
- 27 other pertinent information may be obtained.
- (e) A person who desires to bid on the construction of any
- 29 advertised work shall, on written application to the authority, be
- 30 provided a copy of the plans and specifications or other
- 31 engineering and architectural documents showing all of the details
- 32 of the work to be done. A charge may be made to cover the cost of
- 33 making the copy.
- 34 (f) A bid must be:

- 1 (1) in writing;
- 2 (2) sealed and delivered to the authority; and
- 3 (3) accompanied by a certified check drawn on a
- 4 responsible bank in this state or, at the discretion of the
- 5 authority, a bid bond from a company approved by the authority, in
- 6 an amount equal to at least one percent of the total amount bid.
- 7 (g) The authority shall open bids at the place specified in
- 8 the published notice and shall announce the bids. The place where
- 9 the bids are opened and announced must be open to the public. The
- 10 award of the contract shall be made by:
- 11 (1) the board; or
- 12 (2) the executive committee, if authorized by the
- 13 board.
- 14 (h) The person with whom a contract is made shall provide
- 15 the performance and payment bonds required by law.
- 16 (i) The amount of a check or bond provided under Subsection
- 17 (f) is forfeited to the authority if the successful bidder fails or
- 18 refuses to:
- 19 (1) enter into a proper contract; or
- 20 (2) provide a bond as required by law.
- 21 (j) The authority may reject any or all bids.
- (k) The authority may waive any informality in the bids.
- 23 (1) This section does not prohibit the authority from taking
- 24 the following actions by negotiated contract and without necessity
- 25 for advertising for bids:
- 26 (1) purchasing or acquiring land or an interest in
- 27 land from any person;
- 28 (2) acquiring, constructing, or improving pollution
- 29 control or waste collection and disposal facilities in accordance
- 30 with Chapter 30, Water Code, Chapter 383, Health and Safety Code, or
- 31 other applicable statutes; or
- 32 (3) purchasing or acquiring surplus property from a
- 33 governmental entity. (Acts 44th Leg., 1st C.S., Ch. 427, Secs.
- 34 3.15(b), (c), (d), (e), (f), (h), (i).)

- (b) Any construction, maintenance, operation, or repair contract, or contract for the purchase of material, equipment, or supplies, or any contract for services other than technical, scientific, legal, fiscal, or other professional services, which 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 awarding the contract. In the event of a catastrophe or calamity of any kind, the authority may let contracts necessary to protect and preserve the public health and welfare or the properties of the authority without using the bidding procedures.
- (c) The notice is sufficient if it states the time and place when and where the bids will be opened, the general nature of the work to be done, or the material, equipment, or supplies to be purchased, or the nonprofessional services to be rendered, and states the terms upon which copies of the plans, specifications, or other pertinent information may be obtained.
- (d) Publication of the notice shall be in a newspaper having general circulation in the county or counties in which the contract is to be performed. In addition to publishing notice in a newspaper having general circulation, the notice may also be published in any other appropriate publication.
- (e) Anyone desiring to bid on the construction of any work which is advertised 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, providing that a charge may be made to cover the cost of making the copy. All bids to do the work shall be in writing, and sealed and delivered to the authority, and shall be accompanied by a certified check on some responsible bank in the State of Texas 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, and the amount of the check or bond shall be forfeited to the authority in the event the successful bidder shall fail or refuse to enter into a proper contract or shall fail or refuse to furnish bond as required by law. Any or all bids may be rejected by the authority and the authority may waive any informality in the bids.
- any informality in the bids.

  (f) 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 always be open to the public. The award of the contract shall be made by the board, or by the executive committee if so authorized by the board.
- (h) The person, firm, or corporation to whom the contract is let shall provide the performance and payment bonds required by law.
- (i) The provisions of this section do 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 in accordance with Chapter 30, Water Code, the Clean Air

Financing Act (Chapter 4477-5a, Vernon's Texas Civil Statutes), or other applicable statutes, or purchasing or acquiring surplus property from any governmental entity by negotiated contract and without necessity for advertising for bids.

Revisor's Note

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7 Section 3.15(h), Chapter 427, Acts of the 44th 8 Legislature, 1st Called Session, 1935, requires a 9 "firm, or corporation" to provide certain person, bonds. The revised law omits the quoted language 10 because under Section 311.005(2), Government Code 11 (Code Construction Act), "person" is defined 13 include any legal entity.

14 Revised Law

Sec. 8511.0322. CONSTRUCTION CONTRACTS: PAYMENT. 15 (a) The 16 contract price of any construction contract of the authority may be paid in partial payments as the work progresses, but the payments 17 may not exceed 90 percent of the amount due at the time of the 18 19 payments as shown by the authority engineer's report.

- (b) The executive director shall, at all times during the progress of the work, inspect the work or have the work inspected by the authority engineer or the engineer's assistants.
- 23 On certification of the executive director and the 24 authority engineer of the completion of the contract in accordance 25 with its terms and, in the case of any construction contract for which notice to bidders is required by Section 8511.0321(c), on 26 27 board approval, the authority shall draw a warrant on 28 depository to pay the balance due on the contract. (Acts 44th Leg., 29 1st C.S., Ch. 427, Sec. 3.15(g).)

30 Source Law

> The contract price of all construction (g) contracts of the authority may be paid in partial payments as the work progresses, but the payments shall not exceed 90 percent of the amount due at the time of the payment as shown by the report of the engineer of the authority. The executive director shall, at all times during the progress of the work, inspect the same or have the same inspected by the authority's his engineer or assistants. certification of the executive director and authority's engineer of the completion of the contract in accordance with its terms, and in the case of any

construction contract for which notice to bidders is required by Section 3.15(b) of this Act, on approval of the board, the authority shall draw a warrant on its depository to pay the balance due thereon.

## Revisor's Note

Section 3.15(g), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to any construction contract for which notice to bidders is required by "Section 3.15(b) of this Act." Section 3.15(b) is revised in pertinent part in this chapter in Section 8511.0321(c), and the revised law is drafted accordingly.

## 13 Revised Law

- 14 Sec. 8511.0323. CONFLICT OF INTEREST IN CERTAIN CONTRACTS.
- 15 An officer, agent, or employee of the authority who is financially
- 16 interested in a contract of a type described by Section
- 17 8511.0321(a) shall disclose that fact to the board before the board
- 18 votes on the acceptance of the contract. (Acts 44th Leg., 1st C.S.,
- 19 Ch. 427, Sec. 3.15(j).)

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## 20 Source Law

21 (j) An officer, agent, or employee of the 22 authority who is financially interested in a contract 23 of the types enumerated in Subsection (b) of this 24 section shall disclose that fact to the board before 25 the board votes on the acceptance of the contract.

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

27 Section 3.15(j), Chapter 427, Acts of the 44th 28 Legislature, 1st Called Session, 1935, refers to a contract of the types enumerated in "Subsection (b) of 29 this section." Section 3.15(b) is revised 30 31 pertinent part in this chapter in Section 8511.0321(a), revised 32 and the law is 33 accordingly.

## Revised Law

- 35 Sec. 8511.0324. SURVEYS AND ENGINEERING INVESTIGATIONS.
- 36 The authority shall conduct surveys and engineering investigations
- 37 to develop information for its use. (Acts 44th Leg., 1st C.S., Ch.
- 38 427, Sec. 3.19 (part).)

Т	Source Law
2 3 4	Sec. 3.19. The authority shall make surveys and engineering investigations to develop information for its use, and
5	Revised Law
6	Sec. 8511.0325. PLANS. The board may:
7	(1) make and determine plans necessary to accomplish
8	the purposes for which the authority is created; and
9	(2) perform all actions useful and helpful in carrying
10	out the plans described by Subdivision (1) and accomplishing the
11	authority's purposes. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.19
12	(part).)
13	Source Law
14 15 16 17 18	Sec. 3.19 the board may make and determine plans necessary to accomplish the purposes for which the authority is created and do all things useful and helpful in carrying out the plans and accomplishing the purposes of the authority.
19	Revised Law
20	Sec. 8511.0326. ACCESS TO AUTHORITY PROPERTY. (a) To
21	provide for the safety and welfare of persons and their property or
22	for the protection and security of authority property and
23	facilities, the board may adopt rules with respect to authority
24	property and any water reservoir or dam the construction,
25	operation, or management of which is participated in by the
26	authority to control and regulate:
27	(1) ingress, egress, and use; and
28	(2) the operation of land and water vehicles.
29	(b) All public roads, streets, and state highways that as of
30	September 1, 1975, traversed the areas to be covered by any
31	impounded water shall remain open as a way of public passing to and
32	from the lakes created, unless changed by lawful authority. (Acts
33	44th Leg., 1st C.S., Ch. 427, Sec. 3.20.)
34	Source Law
35 36 37 38 39	Sec. 3.20. (a) To provide for the safety and 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 properties of the authority and any

water reservoir or dam, the construction, operation, or 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 state 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 lawful authority.

## Revisor's Note

Section 3.20(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to public roads, streets, and state highways "now" traversing certain areas. The revised law refers to public roads, streets, and state highways "that as of September 1, 1975," traversed those areas because that was the effective date of Chapter 699, Acts of the 64th Legislature, Regular Session, 1975, which added Section 3.20.

## 20 <u>Revised Law</u>

- Sec. 8511.0327. LIMITATIONS ON POWERS AND DUTIES;

  COMMISSION APPROVAL OF CERTAIN PLANS. (a) The powers granted and
  duties prescribed by this chapter are subject to all legislative
  declarations of public policy in the maximum use of the storm water,
- 25 floodwater, and unappropriated flow water of the Nueces River Basin
- 26 for the purposes for which the authority is created.
- (b) The commission shall consider the adequacy of, and approve or refuse to approve, any flood control or conservation
- 29 improvement plan that:

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- 30 (1) is devised by the authority to achieve a plan or
- 31 purpose for which the authority was created; and
- 32 (2) contemplates improvements that are to be
- 33 supervised by the commission under general law. (Acts 44th Leg.,
- 34 1st C.S., Ch. 427, Secs. 3.25(a) (part), (b).)

## 35 Source Law

Sec. 3.25. (a) The powers and duties granted and prescribed by this Act are taken subject to all legislative declarations of public policy in the maximum utilization of the storm, flood, and unappropriated flow water of the Nueces River basin for the purposes for which the authority is created and

1 2 (b) The commission is charged with the authority 3 and duty to approve or refuse to approve the adequacy of any plan or plans for flood control or conservation 4 improvement purposes devised by the authority for the achievement of the plans and purposes intended in the 5 6 7 creation of the authority and that contemplate improvements supervised by the commission under the 8 provisions of the general law. 9 10 Revisor's Note Section 3.25(a), Chapter 427, Acts of the 44th 11 12 Legislature, 1st Called Session, 1935, provides that the authority's powers and duties are subject to the 13 14 supervision of the state, acting through The revised law omits the provision for 15 commission. 16 the reason stated in Revisor's Note (1) to Section 17 8511.0302. The omitted law reads: (a) [The powers and duties granted and prescribed by this Act are] . . . 18 19 20 subject to of the continuing right the 21 of the state through supervision 22 commission. Revisor's Note 23 24 (End of Subchapter) 25 Section 2.11, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, requires the 2.6 authority to adopt a seal. The revised law omits that 27 provision because it duplicates, in substance, Section 28 49.061, Water Code, which requires the directors to 29 30 adopt an authority seal. The omitted law reads: 31

The authority shall adopt Sec. 2.11. a seal, the form of which it may alter from

- Section 2.12, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the authority may sue and be sued in its corporate The revised law omits that provision because it duplicates part of Section 49.066(a), Water Code. The omitted law reads:
- 40 Sec. 2.12. The authority may sue and 41 be sued in its corporate name.

time to time.

Section 3.01(c), Chapter 427, Acts of the

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44th Legislature, 1st Called Session, 1935, 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 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 which are by their terms applicable to the authority.
- (4) Section 3.13, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the authority may use public roadways, streets, alleys, or public easements. The revised law omits the provision because it duplicates, in substance, Section 49.220, Water Code, which grants all districts a right-of-way for all public roads. The omitted law reads:
  - Sec. 3.13. The authority shall have the right, power, and authority to use any and all public roadways, streets, alleys, or public easements inside or outside the boundaries of the authority in the accomplishment of its purposes without the necessity of securing a franchise.
- (5) Section 3.23, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the authority may exercise all powers vested in political subdivisions under Chapters 5, 16, and 17, Water Code. The revised law omits that provision as unnecessary because the applicable provisions of those chapters apply by their own terms. The omitted law reads:

Sec. 3.23. The authority has and may exercise all the powers vested in political subdivisions under Chapters 5, 16, and 17, Water Code, including the powers necessary

1 2 3 4 5 6 7 8 9 10	to enable the authority to participate in:  (1) programs administered by the development board for:  (A) the acquisition and development of facilities;  (B) the sale or lease of facilities; and  (C) financial assistance to political subdivisions; and  (2) other programs as are now or may hereafter be authorized.
12	(6) Section 2, Chapter 699, Acts of the 64th
13	Legislature, Regular Session, 1975, provides that the
14	rights, privileges, authority, and functions granted
15	by that act to the authority and the authority itself
16	are expressly subject to Chapters 5, 7, 17, and 26,
17	Water Code, and Chapter 366, Health and Safety Code.
18	The revised law omits that provision as unnecessary
19	because the applicable provisions of those chapters
20	apply by their own terms. The omitted law reads:
21 22 23 24 25 26	Sec. 2. The rights, privileges, authority, and functions herein granted to the authority and the authority itself are expressly subject to Chapters 5, 7, 17, and 26, Water Code, and Chapter 366, Health and Safety Code.
27	SUBCHAPTER D. REGULATORY POWERS; ENFORCEMENT AND COURT REVIEW
28	PROVISIONS
29	Revised Law
30	Sec. 8511.0401. ADOPTION AND ENFORCEMENT OF RULES. (a) The
31	authority may adopt and enforce rules reasonably required to
32	effectuate this chapter.
33	(b) In adopting rules, the board shall comply, as
34	appropriate, with the requirements of Chapters 2001 and 2002,
35	Government Code.
36	(c) The board shall print its rules and provide copies to
37	any person on written request. (Acts 44th Leg., 1st C.S., Ch. 427,
38	Sec. 3.16.)
39	Source Law
40 41 42 43 44	Sec. 3.16. (a) The authority may adopt and enforce rules reasonably required to effectuate the provisions of this Act.  (b) In adopting rules, the board shall comply, as appropriate, with the requirements of Chapter 274,

1 Acts of the 57th Legislature, Regular Session, 1961, 2 amended (Article 6252-13, Vernon's Texas Civil 3 Statutes).

The board shall print its rules and furnish (c) copies to any person on written request.

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## Revisor's Note

Section 3.16(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to "Chapter 274, Acts of the 57th Legislature, Regular Session, 1961, as amended (Article 6252-13, Vernon's Texas Civil Statutes)." Article 6252-13 was repealed by Chapter 61, Acts of the 64th Legislature, Regular 1975, which enacted the Administrative Procedure and Texas Register Act (Article 6252-13a, Vernon's Texas Civil Statutes). Article 6252-13a was codified in 1993 as Chapters 2001 and 2002, Government Code. The revised law is drafted accordingly.

#### 18 Revised Law

- 19 Sec. 8511.0402. CIVIL PENALTY; INJUNCTIVE RELIEF. (a) A person who violates an authority rule or order is subject to a civil 20 21 penalty of not less than \$50 or more than \$1,000 for each day of 22 violation.
- 23 The authority may sue to recover the penalty in a 24 district court in the county in which the violation occurred. penalty shall be paid to the authority. 25
- The authority may sue for injunctive relief 26 district court in the county in which a violation of a rule or order 27 28 occurred or is threatened.
- 29 The authority may sue for injunctive relief and a penalty in the same proceeding. (Acts 44th Leg., 1st C.S., Ch. 427, 30 Sec. 3.17.) 31

#### 32 Source Law

A person who violates a rule or 33 (a) Sec. 3.17. order of the authority is subject to a civil penalty of 34 35 not less than \$50 nor more than \$1,000 for each day of violation. The authority may sue to recover the penalty in a district court in the county where the 36 37 38 violation occurred. Penalties shall be paid to the authority.
(b) The authority may sue for injunctive relief 39 40

1 2 3 4	<pre>in a district court in the county where a violation of any rule or orders occurred or is threatened.</pre>
5	Revised Law
6	Sec. 8511.0403. COURT REVIEW. (a) A person adversely
7	affected by an authority rule or order may sue the authority in a
8	district court to set aside the rule or order before the 31st day
9	after the date on which the rule or order took effect.
10	(b) Venue for a suit under Subsection (a) is in:
11	(1) a county located wholly or partly in the authority
12	in which the plaintiff resides; or
13	(2) the county in which the authority maintains its
14	principal office. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 3.18.)
15	Source Law
16 17 18 19 20 21 22 23 24 25	Sec. 3.18. (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 took effect.  (b) Venue for suits under Subsection (a) of this section is in any county located wholly or partially in the authority where the plaintiff resides or in the county in which the authority maintains its principal office.
26	SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS
27	Revised Law
28	Sec. 8511.0501. DISBURSEMENT OF MONEY. The authority may
29	disburse its money only by a check, draft, order, or other
30	instrument signed by a person authorized to do so in the board's
31	bylaws or by board resolution. (Acts 44th Leg., 1st C.S., Ch. 427,
32	Sec. 4.01.)
33	Source Law
34 35 36 37 38	Sec. 4.01. The authority's money may be disbursed only by check, draft, order, or other instrument, signed by the person or persons authorized to do so in the board's bylaws, or by resolution of the board.
39	Revisor's Note
40	Section 4.01, Chapter 427, Acts of the 44th
41	Legislature, 1st Called Session, 1935, provides that

authority money be disbursed only by an instrument

- 1 signed by "the person or persons" authorized to do so
- 2 in the board's bylaws. The revised law omits "or
- 3 persons" as unnecessary because Section 311.012(b),
- 4 Government Code (Code Construction Act), provides that
- 5 a reference to the singular includes the plural and
- 6 vice versa.

## 7 Revised Law

- 8 Sec. 8511.0502. ACCOUNTS, CONTRACTS, AND OTHER RECORDS;
- 9 PUBLIC INSPECTION. (a) The authority shall keep complete and
- 10 accurate accounts of its business transactions in accordance with
- 11 generally accepted methods of accounting.
- 12 (b) The authority shall keep its accounts, contracts,
- 13 documents, minutes, and other records at its principal office.
- 14 (c) Except as otherwise required by law, the authority may
- 15 not disclose a record that it has relating to a trade secret or the
- 16 economics of operation of business or industry.
- 17 (d) Except as provided by Subsection (c), the authority
- 18 shall permit reasonable public inspection of its records during
- 19 regular business hours. (Acts 44th Leg., 1st C.S., Ch. 427, Secs.
- 20 2.10(a), (c), (d), (e).)

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## 21 Source Law

- Sec. 2.10. (a) The authority shall keep complete and accurate accounts of its business transactions in accordance with generally accepted methods of accounting.
  - (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 business or industries.
  - (e) Except as provided in Subsection (d) of this section, the authority shall permit reasonable public inspection of its records during regular business hours.

## 37 Revised Law

- 38 Sec. 8511.0503. FEES AND CHARGES. (a) The authority shall
- 39 establish fees and charges.
- 40 (b) The fees and charges may not exceed the amount necessary

- to fulfill the obligations imposed on the authority by this 1
- 2 chapter. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 4.02.)
- 3 Source Law
- The authority shall establish fees 4 Sec. 4.02. and charges which may not be higher than necessary to fulfill the obligations imposed on it by this Act. 5
- 6
- 7 Revised Law
- 8 Sec. 8511.0504. TRUST MONEY. Money collected by
- 9 donated, granted, loaned, or advanced to the authority is trust
- money for the purposes provided by this chapter. (Acts 44th Leg., 10
- 1st C.S., Ch. 427, Sec. 4.05.) 11
- 12 Source Law
- 13 Sec. 4.05. Money collected by or donated, ed, loaned, or advanced to the authority is 14 granted, declared to be trust funds for the purposes provided in 15
- 16 this Act.
- 17 Revisor's Note
- Section 4.05, Chapter 427, Acts of the 44th 18
- 19 Legislature, 1st Called Session, 1935, refers to the
- 20 "trust funds" of the authority. Throughout this
- 2.1 chapter, the revised law substitutes "money" for
- "funds" (except where a specific type of fund is 22
- indicated) because, in context, the meaning is the 2.3
- 24 same and "money" is the more commonly used term.
- 25 Revised Law
- Sec. 8511.0505. DEPOSITORY. (a) The board shall designate 2.6
- one or more banks inside or outside the authority to serve as a 27
- 28 depository for authority money.
- Authority money shall be deposited in a depository 29
- designated by the board, except that the following may be handled as 30
- provided in a trust indenture or bond resolution: 31
- bond proceeds; 32 (1)
- 33 (2) money pledged to pay bonds;
- 34 (3) money placed in special funds; and
- 35 (4)money remitted to a bank of payment for the payment
- of the principal of and interest on bonds. 36

- 1 The board shall prescribe the term of service for a
- 2 depository.
- 3 Before designating a depository, the board shall:
- publish notice one time in one or more newspapers 4
- of general circulation in the authority that are specified by the 5
- 6 board; or
- 7 (2) mail a copy of the notice to each bank inside the
- 8 authority.
- (e) The notice must: 9
- state the time and place at which the board will 10
- meet to designate a depository; and 11
- 12 invite the banks inside the authority to submit
- applications to be designated a depository. 13
- At the time stated in the notice, the board shall: 14 (f)
- 15 consider the application and the management and
- condition of each bank that applies; and 16
- 17 designate as a depository the bank or banks:
- 18 that offer the most favorable terms
- handling authority money; and 19
- 20 that the board finds have proper management (B)
- and are in condition to handle authority money. 21
- Membership on the board of an officer or director of a 22
- bank does not disqualify the bank from being designated as a 23
- 24 depository.
- 25 If the board does not receive any applications before
- the time stated in the notice, the board shall designate one or more 26
- 27 banks inside or outside the authority on terms that the board finds
- advantageous to the authority. (Acts 44th Leg., 1st C.S., Ch. 427, 28
- Secs. 4.09(a) (part), (b), (c), (d).) 29
- 30 Source Law
- 31 (a) The board shall designate one Sec. 4.09.
- or more banks inside or outside the authority to serve as depository for the funds of the authority. All 32 33
- 34 the authority shall be deposited in money of the
- depository bank or banks except that bond proceeds, 35
- money pledged to pay bonds, money placed in special funds, and money remitted to a bank of payment for the 36
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payment of principal of and interest on bonds, may be handled as provided in a trust indenture or bond resolution. . . .

- (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 purposes and inviting the banks in the authority to submit applications to be designated depositories. The term 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 such publication, a copy of such notice may be mailed to each bank in the authority.
- At the time mentioned in the notice, (c) applications shall consider the board 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 authority and which the board finds have proper management and are in condition to warrant handling of authority funds. Membership on the board of an officer or director of a shall not disqualify bank 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 inside or outside the authority on such terms and conditions as it may find advantageous to the authority.

## Revisor's Note

(1)Section 4.09(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, requires a bank to secure authority money deposited at the bank in the manner provided by law for the security of county money, to the extent that the authority deposited is not insured by the Federal Deposit Insurance Corporation. The revised law omits duplicates, provision because it in substance, Sections 2257.021 and 2257.022, Government Code, which establish the amount and manner of security required for a deposit of public funds. Those sections apply to security for authority money under Sections 2257.002 and 2257.004, Government Code. The omitted law reads:

(a) . . . 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.

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1 (2) Sections 4.09(c) and (d), Chapter 427, Acts

of the 44th Legislature, 1st Called Session, 1935,

3 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 context, the meaning of "conditions" is

7 included in the meaning of "terms."

# 8 Revised Law

- 9 Sec. 8511.0506. INVESTMENT OF AUTHORITY MONEY; APPLICATION
- 10 OF INCOME FROM INVESTMENTS. (a) Money in the authority's treasury
- 11 that is not required for the current payment of obligations of the
- 12 authority or for sinking funds and that the board considers
- 13 available for investment may be invested or reinvested by the
- 14 authority in:

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- 15 (1) direct obligations of the United States;
- 16 (2) obligations the principal and interest of which
- 17 are guaranteed by the United States;
- 18 (3) direct obligations of or participation
- 19 certificates guaranteed by:
- 20 (A) a farm credit bank;
- 21 (B) the Federal National Mortgage Association;
- (C) a federal home loan bank;
- 23 (D) a bank for cooperatives; or
- 24 (E) the successor or successors to any of the
- 25 entities listed in this subdivision;
- 26 (4) certificates of deposit of a bank or trust company
- 27 the deposits of which are fully secured by a pledge of securities of
- 28 any of the kind specified by Subdivision (3);
- 29 (5) other securities made eligible for investment
- 30 under this section by other laws and constitutional provisions; or
- 31 (6) a combination of the investments listed in this
- 32 subsection.
- 33 (b) The board shall determine the type and maturity of
- 34 investments made under this section.

- 1 (c) A resolution relating to the issuance of bonds must
- 2 provide appropriate recitals with regard to the investment of money
- 3 in funds established in connection with the authorization of the
- 4 bonds.

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- 5 (d) The board shall direct the application of income from
- 6 investments made under this section. (Acts 44th Leg., 1st C.S., Ch.
- 7 427, Sec. 4.07.)

8 Source Law

Any funds in the treasury of Sec. 4.07. authority which are not required for current payment of obligations of the authority or for sinking funds and which the board considers available for investment may be invested or reinvested by the authority from time to time in direct obligations of or obligations the principal and interest of which are guaranteed by in direct United States; obligations of participation certificates guaranteed by the Federal Intermediate Credit Banks, Federal Land Banks, Federal National Mortgage Association, Federal Home Banks, Banks for Cooperatives, or the successor or successors to any of those entities, and in certificates of deposit of any bank or trust company the deposits of which are fully secured by a pledge of securities of any of the kind hereinabove specified; other securities made eligible in any for laws constitutional investment bу other and provisions; or in any combination of the foregoing. The type and maturity of investments made hereunder shall be determined by the board which, in the case of funds established in connection with the authorization of bonds, shall provide appropriate recitals with regard thereto in the resolutions relating to the Income and profits on such issuance of such bonds. investments shall be applied as directed by the board.

# Revisor's Note

(1)Section 4.07, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers 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 No. 100-233), each of L. the 12 federal intermediate credit banks was merged with a federal land bank to create 12 farm credit banks. U.S.C. Section 2011. The revised law reflects that change.

1	(2) Section 4.07, Chapter 427, Acts of the 44th
2	Legislature, 1st Called Session, 1935, refers to
3	"[i]ncome and profits" from investments. The revised
4	law omits the reference to "profits" because "profits"
5	is included in the meaning of "income."
6	Revised Law
7	Sec. 8511.0507. FISCAL YEAR. The authority's fiscal year
8	ends on August 31 of each year. (Acts 44th Leg., 1st C.S., Ch. 427,
9	Sec. 4.08(a).)
10	Source Law
11 12	Sec. 4.08. (a) The fiscal year of the authority ends on August 31 of each year.
13	Revised Law
14	Sec. 8511.0508. AUDIT. (a) In addition to including the
15	information required by Subchapter G, Chapter 49, Water Code, the
16	audit report prepared under that subchapter must state:
17	(1) the amount of money received by the authority
18	under this chapter during the preceding fiscal year; and
19	(2) how, to whom, and for what purpose the money was
20	spent.
21	(b) A copy of the audit report prepared under Subchapter G,
22	Chapter 49, Water Code, shall be filed:
23	(1) as required by Section 49.194, Water Code;
24	(2) with the governor;
25	(3) with the lieutenant governor;
26	(4) with the speaker of the house of representatives;
27	and
28	(5) with the comptroller. (Acts 44th Leg., 1st C.S.,
29	Ch. 427, Secs. 4.08(b) (part), (c); New.)
30	Source Law
31 32 33 34 35 36 37 38	<ul> <li>(b) The audit shall show 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. <ul> <li>(c) 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 commission, and the comptroller of public</li> </ul> </li> </ul>

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2 Revisor's Note

Section 4.08, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to various audit procedures, including requirements regarding the contents of, and the filing of copies of, the audit report. The revised law omits certain of those procedures for the following reasons. Chapter 49, Water Code, which was enacted by Chapter 715, Acts the 74th Legislature, Regular Session, 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 4.08, Chapter 427, 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 Rights 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 4.08(b), Chapter 427, Acts of the

44th Legislature, 1st Called Session, 1935, 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 4.08(d), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, 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:
  - (d) 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. When 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 therefor with the State Treasurer, who shall place the money in the general revenue fund.

(4) Section 4.08(e), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that Section 4.08 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 4.08 pertaining to the conducting of the audit by the state auditor are omitted from the revised law for the reason stated in Revisor's Notes (2) and (3) and therefore there is no reason the revised law would be interpreted as prohibiting the authority from employing the services of an accountant for any purpose. The omitted law reads:

(e) Nothing herein shall prohibit the authority from employing the professional services of accountants for any purpose.

#### SUBCHAPTER F. TAX PROVISIONS

# 24 Revised Law

- Sec. 8511.0601. MAINTENANCE AND ADMINISTRATION TAX. (a)
- 26 The board may impose ad valorem taxes in amounts approved at an
- 27 election held in accordance with Section 8511.0602 for:
- 28 (1) the maintenance of the authority and its
- 29 improvements; or

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- 30 (2) the authority's administrative expenses.
- 31 (b) The maintenance tax and administration tax may not
- 32 exceed the maximum rate approved at the election, and the rate
- 33 remains in effect until changed by a subsequent election. The tax
- 34 rate may not exceed the limit specified by Section 8511.0604. (Acts
- 35 44th Leg., 1st C.S., Ch. 427, Sec. 5.05.)

#### 36 Source Law

Sec. 5.05. (a) The board may levy and collect ad valorem taxes for the maintenance of the authority and its improvements or for administrative expenses of the authority, or for both purposes, in such amounts as are voted in accordance with the election procedure set forth in Section 5.06 of this Act.

(b) The maintenance tax and administration tax shall not exceed the maximum rate voted, and the rate shall remain in effect until or unless changed by subsequent vote. The tax rate may not exceed the limit specified in Section 5.08 of this Act.

## Revisor's Note

Section 5.05(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to the election procedure set forth in "Section 5.06 of this Act." Section 5.06 is revised in pertinent part in this chapter as Section 8511.0602, and the revised law is drafted accordingly.

# 16 Revised Law

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- Sec. 8511.0602. ELECTION FOR AD VALOREM 17 TAXOR BONDS PAYABLE FROM AD VALOREM TAXES. (a) An ad valorem tax for a purpose 18 authorized by this chapter may not be imposed and bonds payable 19 wholly or partly from ad valorem taxes, other than refunding bonds, 20 21 may not be issued unless the taxes or bonds are approved by a majority of the authority's voters voting at an election held in the 22 authority. 2.3
- 24 (b) The election must be ordered by resolution of the board. 25 The election resolution must include:
- 26 (1) the date of the election;
- 27 (2) the proposition to be submitted and voted on;
- 28 (3) the polling places; and
- 29 (4) any other matters the board considers advisable.
- 30 (c) There must be at least two polling places in each county 31 that is wholly inside the authority, one of which must be at the 32 county seat. There must be at least one polling place in that part 33 of each county that is partly inside the authority.
- 34 (d) Notice of the election must be given by publishing a 35 substantial copy of the resolution ordering the election in one or 36 more newspapers of general circulation in the authority. The 37 notice must be published at least twice in each newspaper. The 38 first publication in each newspaper must occur at least 14 days

- 1 before the date set for the election, and the interval between the
- 2 publications in each newspaper must be at least one week. (Acts
- 3 44th Leg., 1st C.S., Ch. 427, Sec. 5.06 (part).)

4 Source Law

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No ad valorem tax for any purpose Sec. 5.06. authorized in this Act may be levied or collected and no bonds payable wholly or partially from ad valorem taxes, except refunding bonds, may be issued unless an election is held in the authority and the taxes or bonds are duly and favorably voted by a majority of the resident electors of the authority voting at the election. Each election shall be called by resolution The election resolution shall set forth of the board. the date of the election, the proposition to be submitted and voted on, the polling places, and any other matters considered advisable by the board. There shall be at least two polling places in each county which lies wholly inside the authority, one of which shall be at the county seat. There shall be at least one polling place in that part of each county which lies partly inside the authority. Notice of the election shall be given by publishing a substantial copy of the resolution calling the election newspaper or newspapers of general circulation in the authority not less than twice in each newspaper, with the interval between the publications to be at least with the first of week, and each publications to be at least 14 days prior to the date set for the election.

## Revisor's Note

Section 5.06, Chapter 427, Acts of the 44th (1)Legislature, 1st Called Session, 1935, provides that the authority may not impose an ad valorem tax or issue bonds payable wholly or partly from ad valorem taxes unless an election is held in the authority and the taxes or bonds are approved by a majority of "resident electors" of the authority voting at the "resident" election. The revised law omits as unnecessary in this context because Chapter Election Code, governs eligibility to vote in an election in this state and allows only voters who are residents of the territory covered by the election to vote in an election. Throughout this chapter, the revised law omits law that is superseded or duplicated by the Election Code, applicable to the authority under Section 1.002 of that code. The revised law also

- substitutes "voters" for "electors" for the reason stated in Revisor's Note (2) to Section 8511.0201.
  - (2) Section 5.06, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that an election to authorize the imposition of an ad valorem tax or the issuance of bonds payable wholly or partly from ad valorem taxes "shall be called" by resolution of the board and refers to the "resolution calling the election." The revised law substitutes "must be ordered" for "shall be called" and "resolution ordering the election" for "resolution calling the election" because "order" is the term used in Chapter 3, Election Code.
  - (3) Section 5.06, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that, to the extent not inconsistent with the provisions of that section, the elections provided for by that section shall be held in accordance with the Election Code. The revised law omits that provision because an exception to the application of the Election Code would apply by its own terms. The omitted law reads:

Sec. 5.06. . . . To the extent not inconsistent with the provisions hereof, the elections herein provided for shall be held in accordance with the provisions of the Texas Election Code, as amended.

# 27 <u>Revised Law</u>

- Sec. 8511.0603. ASSESSMENT AND COLLECTION OF TAXES. (a) Concurrently with the imposition of county taxes bу the commissioners courts, the board shall impose a tax for authority on all taxable property in the authority that is subject to taxation. The board shall immediately certify the tax rate to the assessor-collector of each county located wholly or partly inside the authority.
- 35 (b) The tax assessor-collector of each county located 36 wholly or partly inside the authority shall act as the tax

- 1 assessor-collector for the authority for property in the authority
- 2 located in that county.

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- 3 (c) The fee of each county tax assessor-collector for
- 4 assessing and collecting the authority's taxes may not exceed one
- 5 percent of the taxes collected, to be paid over and disbursed in
- 6 each county in the same manner as other fees of office. (Acts 44th
- 7 Leg., 1st C.S., Ch. 427, Secs. 5.07(b) (part), (c) (part), (f).)

# 8 <u>Source Law</u>

- 9 (b) ... the tax assessor-collector of each 10 such county shall act as the tax assessor-collector 11 for the authority for property in the authority 12 located in such county.
  - (c) . . . The fee of each county tax assessor-collector for assessing and collecting taxes shall be one percent of the taxes collected, to be paid over and disbursed in each county as are other fees of office.
  - (f) Concurrently with the levy of county taxes by the commissioners courts, the board shall levy the tax on all taxable property in the authority which is subject to such taxation and shall immediately certify the tax rate to the tax assessor-collectors of the counties which lie wholly or partly inside the authority.

# Revisor's Note

(1)Section 5.07(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the rendition and assessment of property for taxation, the equalization of values, and the collection of taxes for the authority's benefit shall be in accordance with the law applicable to counties, insofar as that law can be made applicable and except as otherwise specifically provided. The revised law omits that provision because it was repealed by Section 6(b), Chapter 841, Acts of Legislature, Regular Session, 1979, which repealed all "general, local, and special laws" that conflicted with that act. The 1979 act enacted the Property Tax Code (Title 1, Tax Code), a comprehensive, substantive codification of the laws governing the administration of ad valorem taxes. Title 1, Tax Code, provides the

exclusive procedures for the appraisal of property for and the assessment and collection of ad valorem taxes by a taxing unit, including the authority. Throughout this chapter, the revised law omits law that is superseded or duplicated by Title 1, Tax Code, applicable to the authority under Section 1.02 of that code. The omitted law reads:

Sec. 5.07. (a) The rendition and assessment of property for taxation, the equalization of values, and the collection of taxes for the benefit of the authority shall be in accordance with the law applicable to counties, insofar as such law can be made applicable, and except as hereinafter specifically provided.

Section 5.07(b), Chapter 427, Acts of the (2) 44th Legislature, 1st Called Session, 1935, authorizes board to act as the authority's board equalization in all counties that lie wholly or partly in the authority or to delegate the equalization functions for one or more of those counties to the county board of equalization for each of those counties, grants the board of equalization the powers, functions, and duties of a commissioners court in equalizing property values, and, if the delegates the equalization function to one or more county boards of equalization, authorizes the board to review and adjust the assessments of each county board of equalization as necessary to equalize values throughout the authority. The revised law omits that boards of provision because equalization were abolished and their functions and duties transferred to appraisal review boards by the 1979 enactment of the Property Tax Code, Title 1, Tax Code (Section 1, Chapter 841, Acts of the 66th Legislature, Regular Session). The omitted law reads:

(b) The board may act as the board of equalization for the authority in all

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counties that lie wholly or partly in the authority or, to the extent authorized or not prohibited by the Texas Constitution, may delegate the equalization functions for one or more of those counties to the county board of equalization for each such county. In either case, the board of equalization the powers, shall have functions, duties of the commissioners courts counties in equalizing the property values in accordance with the law applicable to counties, insofar as such laws can be made applicable. In the event the board delegates the equalization functions to one or more county boards of equalization as authorized herein, the board shall review the assessments of each such county board of shall equalization and adjust assessments as necessary to equalize values throughout the authority.

- (3) Section 5.07(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that renditions of property for taxation shall be made to the county tax assessor-collector of the county in which property in the authority is located. The revised law omits that provision because it was repealed by Section 6(b), Chapter 841, Acts of the 66th Legislature, Regular Session, 1979. See Revisor's Note (1). Chapter 22, Tax Code, governs the rendition of property for taxation. The omitted law reads:
  - (b) . . . Regardless of the method used by the authority to accomplish the equalization functions, renditions shall be made to the county tax assessor-collector of the county in which property in the authority is located, and . . . .
- (4) Section 5.07(c), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, requires the tax assessor-collector in each county to cause to be placed on the county tax rolls the additional column or columns needed to show the amount of taxes imposed on property by the authority. The revised law omits that provision because it was repealed by Section 6(b), Chapter 841, Acts of the 66th Legislature, Regular Session, 1979. See Revisor's Note (1). Section 26.09(e), Tax Code, requires the assessor for

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a taxing unit to enter on the appraisal roll for the unit the amount of tax imposed on each property included on the roll and submit it to the governing body of the unit for approval and provides that the appraisal roll with amounts of tax entered as approved by the governing body constitutes the unit's tax roll. The omitted law reads:

- (c) It shall be the duty of the tax assessor-collector in each county to cause to be placed on the county tax rolls the additional column or columns needed to show the taxes levied by the authority and the amount thereof, based on the value of such property as approved and equalized finally by the board. . . .
- (5) Section 5.07(c), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the fee of each county tax assessor-collector for assessing and collecting the authority's taxes "shall be one percent of the taxes collected." Section 6.27(b), Tax Code, provides in part that, except as provided by Section 6.27(d) of that code, the county assessor-collector is entitled to a reasonable fee, which may not exceed the actual costs incurred, for assessing and collecting taxes for a taxing unit pursuant to Section 6.23(a)(1). Section 6.23(a)(1), Tax Code, provides that the county assessor-collector shall assess and collect taxes on property for another taxing unit if the law creating or authorizing creation of the unit requires it to use the county assessor-collector for the taxes the unit imposes in Because Section 5.07(b), Chapter 427, the county. requires the tax assessor-collector of each county to act as the tax assessor-collector for the authority for property in the authority located in that county, Section 6.23(a)(1), Tax Code, and therefore Section 6.27(b) of that code, applies to the authority.

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However, Section 6.27(d), Tax Code, provides in part that if a law enacted under Section 59, Article XVI, Texas Constitution, creating a river authority authorizes the river authority to impose a tax, specifies the maximum tax rate, and specifies the maximum fee that the authority may pay for assessment and collection of the authority's taxes, and if the county assessor-collector assesses and collects the taxes the river authority imposes pursuant to Section 6.23(a)(1) of that code, the county assessor-collector may not charge the river authority a fee for assessing and collecting the taxes that exceeds the fee specified in the law creating the river authority. Chapter 427 is a law described by Section 6.27(d), Tax Code. Accordingly, the revised provides that the fee of each county tax assessor-collector for assessing and collecting the authority's taxes "may not exceed" one percent of the taxes collected.

Section 5.07(d), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the laws for the enforcement of state and county taxes are available to the authority and authorizes the authority to cause the officers of each county to enforce and collect the taxes due to the authority in that county, as provided in the law for the enforcement of state and county taxes. The revised law omits that provision as unnecessary. The law governing the enforcement and collection of all ad valorem taxes is Title 1, Tax Code. Section 1.02, Tax Code, requires all taxing units of government to administer the enforcement and collection of taxes in conformity with that title. The duty of the county tax assessor-collector to enforce and collect the

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- authority's taxes is established by Section 5.07(b), Chapter 427, revised as Section 8511.0603(b), and it is not necessary to restate that duty. The omitted law reads:
  - (d) All the laws for the enforcement of state and county taxes shall be available to the authority. The authority shall have the right to cause the officers of each county to enforce and collect the taxes due to the authority in that county, as provided in the law for the enforcement of state and county taxes.
  - Section 5.07(e), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides in part that taxes imposed for the authority's benefit are payable and become delinquent at the same time, in the same manner, and subject to the same discount for advance payment as taxes imposed by and for the benefit of the county in which the property is taxable. revised law omits that provision because it repealed by Section 6(b), Chapter 841, Acts of the 66th Legislature, Regular Session, 1979. See Revisor's Section 31.02, Tax Code, specifies when Note (1). taxes are payable and become delinguent. 31.05, Tax Code, governs discounts for the advance payment of taxes. Section 31.06, Tax Code, governs the medium of payment of taxes. The omitted law reads:
    - (e) Taxes assessed and levied for the benefit of the authority shall be payable and shall become delinquent at the same time, in the same manner, and subject to the same discount for advance payment as taxes levied by and for the benefit of the county in which the property is taxable. . . .
  - (8) Section 5.07(e), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the fee for collecting delinquent taxes through prosecution of suit is 15 percent of the taxes collected by the suit. The revised law omits that provision because it was repealed by Section 6(b),

Chapter 841, Acts of the 66th Legislature, Regular
Session, 1979. See Revisor's Note (1). Section 33.48,

Tax Code, governs the recovery of costs and expenses,

including attorney's fees, in a suit to collect a

5 delinquent tax. The omitted law reads:

(e) . . . The fee for collecting delinquent taxes through prosecution of suit shall be 15 percent of the taxes collected by the suit, to be paid over and disbursed in each county as are other fees of office.

12 Revised Law

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Sec. 8511.0604. MAXIMUM TAX RATE. Except as provided by Section 8511.0605, the maximum tax rate that may be imposed for any year for all purposes is 15 cents on each \$100 of assessed valuation of taxable property. (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 5.08; New.)

18 <u>Source Law</u>

Sec. 5.08. The maximum rate of tax which may be levied for any year for all purposes is 15 cents on each \$100 of taxable property, based on its assessed valuation.

23 Revisor's Note

Section 5.09, Chapter 427, Acts of the 44th
Legislature, 1st Called Session, 1935, provides an
exception to the maximum tax rate provided by Section
5.08 of that act. Section 5.09 is revised in pertinent
part as Section 8511.0605 of this chapter. For the
reader's convenience, the revised law adds a reference
to the exception provided by that section.

31 Revised Law

- Sec. 8511.0605. POWERS RELATING TO IMPROVEMENTS PECULIAR TO

  DEFINED AREA. (a) The authority may exercise the powers specified

  by Sections 51.510 through 51.530, Water Code, relating to

  improvements peculiar to defined areas inside the authority.
- 36 (b) The tax rate limit specified by Section 8511.0604 does 37 not apply with respect to an improvement constructed in exercise of 38 a power authorized by this section. (Acts 44th Leg., 1st C.S., Ch.

1 427, Sec. 5.09 (part).)

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2 <u>Source Law</u>

Sec. 5.09. The authority has and may exercise, but is not required to exercise, the powers specified in Sections 51.510 through 51.530, Water Code, relating to improvements peculiar to defined areas inside the authority. The tax rate limit specified in Section 5.08 of this Act does not apply with respect to improvements constructed in the exercise of the powers authorized in this section. . .

## Revisor's Note

Section 5.09, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that the taxing powers in that section are cumulative of other taxing powers in that act. The revised law omits that provision for the reason stated in Revisor's Note (3) at the end of Subchapter C. The omitted law reads:

Sec. 5.09. . . The taxing powers in this section are cumulative of the other taxing powers in this Act.

SUBCHAPTER G. BONDS, BORROWED MONEY, AND GRANTS

## 22 Revised Law

Sec. 8511.0701. BORROWING MONEY; GRANTS. (a) The

24 authority may:

- 25 (1) borrow money or accept a grant or donation for its
- 26 corporate purposes from any person, including a private source, the
- 27 United States, this state, or a local government; and
- 28 (2) enter into an agreement in connection with a loan,
- 29 grant, or donation accepted under Subdivision (1).
- 30 (b) The source of any money accepted by the authority is
- 31 public information, both as to amount and any restrictions placed
- 32 by the donor on its expenditure. (Acts 44th Leg., 1st C.S., Ch.
- 33 427, Sec. 4.03.)

# 34 Source Law

35 The authority may borrow money Sec. 4.03. (a) and accept grants and donations for its corporate 36 purposes from private sources, the United States of 37 America, the state, local governments, or any other person. The authority may enter into any agreement in 38 39 40 connection with the loan, grant, or donation that is not in conflict with the constitution and laws of this 41 42 state.

(b) The sources of any funds accepted by the authority shall be public information, both as to amount and any restrictions placed by the donor on their expenditure.

5 Revisor's Note

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Section 4.03(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, 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 inconsistent with the constitution and laws of this state.

15 Revised Law

- Sec. 8511.0702. POWER TO APPLY FOR MONEY FOR ENGINEERING SURVEYS, INFORMATION COMPILATION AND COLLECTION, AND OTHER PURPOSES. (a) The authority may apply to any person, including this state and the United States, for money necessary to:
- 20 secure engineering surveys and the compilation and (1)21 collection of information relating to regional and conditions entering into and influencing the character and extent 22 of the improvements necessary to accomplish the storage, control, 23 24 transportation, treatment, conservation, and distribution to the greatest public advantage of the floodwater, 25 26 normal flow water, and storm water that is stored and controlled; or 27
- 27 (2) accomplish or carry out any purpose of this 28 chapter.
- 29 (b) The authority:
- 30 (1) shall request an amount it considers sufficient;
- 31 (2) may make the necessary agreements with the party
- 32 providing the money; and
- 33 (3) may appropriate the amount of the estimated
- 34 equitable contribution of the costs of developing essential
- 35 engineering information. (Acts 44th Leg., 1st C.S., Ch. 427, Sec.
- 36 4.04.)

1	<u>Source Law</u>
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18	Sec. 4.04. The authority may apply to the state, the United States, or any other person for funds necessary to secure engineering surveys and the compilation and collection of data relating to regional and general conditions entering into and influencing the character and the extent of the improvements necessary to accomplish the storage, control, transportation, treatment, conservation, and equitable distribution to the greatest public advantage of the floodwater, normal flow and storm water which are stored and controlled, and to accomplish or carry out any of the other purposes of this Act. The authority shall request an amount 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.
20	Revised Law
21	Sec. 8511.0703. POWER TO ISSUE BONDS. (a) For the purpose
22	of carrying out any power conferred by this chapter, including
23	preparation of the master plan and payment of engineering and
24	related expenses, the authority may issue bonds in three general
25	classes:
26	(1) bonds secured by ad valorem taxes;
27	(2) bonds secured by a pledge of all or part of the
28	revenue accruing to the authority from any source other than ad
29	valorem taxes, including the revenue received from:
30	(A) the sale of water or other products;
31	(B) the rendition of services;
32	(C) tolls; and
33	(D) charges; and
34	(3) bonds secured by a combination pledge of:
35	(A) taxes; and
36	(B) all or part of the revenue described by
37	Subdivision (2).
38	(b) The bonds must be authorized by a board resolution.
39	(Acts 44th Leg., 1st C.S., Ch. 427, Secs. 5.01(a), (b) (part).)
40	Source Law
41 42 43 44	Sec. 5.01. (a) For the purpose of carrying out any power or authority conferred by this Act, including preparing the master plan and payment of engineering and related expenses, the authority may

issue its bonds in three general classes:

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(1) bonds secured by ad valorem taxes;

- (2) bonds secured by a pledge of all or part of the revenues accruing to the authority, including without limitation those received from sale of water or other products, rendition of service, tolls, charges, and from all other sources other than ad valorem taxes;
- (3) bonds secured by a combination pledge of all or part of the revenues described in Subdivision (2) of this subsection, and taxes.
- (b) The bonds shall be authorized by resolution of the board and . . .  $\cdot$

# Revisor's Note

- (1) Section 5.01(a), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to carrying out any "power" or "authority" conferred by that act. The revised law omits the reference to "authority" because, in context, it is included in the meaning of "power."
- (2) Section 5.01(a)(2), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, authorizes the authority to issue bonds secured by a pledge of all or part of the revenue accruing to the authority from all sources other than ad valorem taxes, including "without limitation" revenue received from certain sources. The revised law omits the quoted language for the reason stated in the revisor's note to Section 8511.0212.
- (3) Section 5.01(c), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that bonds 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 law contained in that chapter. Chapter 1201, Government Code, applies to authority bonds under

Sections 1201.002 and 1201.003, Government Code. The 1 revised law omits "as required for carrying out the 2 3 purposes of this Act" because Section 5.01(a), Chapter 4 427, Acts of the 44th Legislature, 1st Called Session, in this section, authorizes 5 1935, revised 6 authority to issue bonds for the purposes of the act. 7

The omitted law reads:

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(c) Bonds may be issued in more than one series, and from time to time, as required for carrying out the purposes of this Act. . . .

# Revised Law

Sec. 8511.0704. FORM OF BONDS. Authority bonds must be:

- (1)in the form the board prescribes;
- 15 (2) issued in the authority's name;
- 16 (3) signed by the president or a vice president; and
- attested by the secretary. (Acts 44th Leg., 1st 17 (4)
- 18 C.S., Ch. 427, Sec. 5.01(b) (part).)

#### 19 Source Law

(b) The bonds . . . shall be issued in the name of the authority, shall be signed by the president or vice-president, shall be attested by the etary, and . . . . The bonds shall be in the form any secretary, and . . . prescribed by the board, .

# Revisor's Note

Section 5.01(b), Chapter 427, Acts of the 44th 26 Legislature, 1st Called Session, 1935, provides that 2.7 authority bonds must bear the authority seal and 28 29 authorizes "printed or lithographed" signatures and 30 seals. The revised law omits those provisions as 31 unnecessary. The requirement that the bonds bear the authority seal was impliedly repealed by Section 3, 32 Bond Procedures Act of 1981 (Article 717k-6, Vernon's 33 34 Texas Civil Statutes), revised in pertinent part in 1999 as Section 1201.026(a), Government Code, which 35 36 provides that bonds may be signed with or without a The authorization for the use of printed or 37 seal.

1	lithographed signatures duplicates Section
2	1201.026(a), Government Code, which also provides that
3	bonds and interest coupons may be executed with manual
4	or facsimile signatures. The omitted law reads:
5 6 7 8 9 10 11	(b) [The bonds] shall bear the seal of the authority. If authorized by the board, the signatures of the president, or any vice-president, and the secretary or of both may be printed or lithographed on the bonds, and the seal of the authority may be impressed on the bonds or may be printed or lithographed on the bonds
13	Revised Law
14	Sec. 8511.0705. MATURITY. Authority bonds must mature not
15	later than 50 years after the date of their issuance. (Acts 44th
16	Leg., 1st C.S., Ch. 427, Sec. 5.01(b) (part).)
17	Source Law
18 19 20	(b) The bonds shall mature serially or otherwise in not to exceed 50 years from their date, 
21	Revisor's Note
22	Section 5.01(b), Chapter 427, Acts of the 44th
23	Legislature, 1st Called Session, 1935, provides that
24	authority bonds shall mature "serially or otherwise."
25	The revised law omits the quoted language because it
26	duplicates Section 1201.022(a)(1), Government Code.
27	Revised Law
28	Sec. 8511.0706. ELECTION FOR BONDS PAYABLE FROM AD VALOREM
29	TAXES. (a) Authority bonds, other than refunding bonds, payable
30	wholly or partly from ad valorem taxes may not be issued unless
31	authorized by an election at which a majority of the votes cast
32	favor the bond issuance. The election must be held in accordance
33	with Section 8511.0602.
34	(b) The authority may issue bonds not payable wholly or
35	partly from ad valorem taxes without an election. (Acts 44th Leg.,
36	1st C.S., Ch. 427, Sec. 5.04.)
37	Source Law
38 39	Sec. 5.04. (a) No bonds payable wholly or partially from ad valorem taxes, except refunding

bonds, shall be issued unless authorized by an election at which the resident electors cast a majority of the votes in favor of the issuance of the bonds. The election shall be held in accordance with the provisions set forth in Section 5.06 of this Act governing ad valorem tax elections.

(b) Bonds not payable wholly or partially from ad valorem taxes may be issued without an election.

## Revisor's Note

- (1) Section 5.04, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to "resident electors" casting a majority of the votes in favor of the issuance of bonds. The revised law omits the quoted language 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.
- (2) Section 5.04, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to "Section 5.06 of this Act." Section 5.06 is revised in pertinent part as Section 8511.0602 of this chapter, and the revised law is drafted accordingly.

# 24 Revised Law

- Sec. 8511.0707. TRUST INDENTURE. Authority bonds may be
- 26 further secured by a trust indenture with a corporate trustee.
- 27 (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 5.01(b) (part).)

## 28 Source Law

29 (b) . . . The bonds may be further secured by an indenture of trust with a corporate trustee.

#### 31 Revised Law

- 32 Sec. 8511.0708. ADDITIONAL BONDS. A pledge of revenue may
- 33 reserve the right, under conditions specified by the pledge, to
- 34 issue additional bonds that will be on a parity with or subordinate
- 35 to the bonds then being issued. (Acts 44th Leg., 1st C.S., Ch. 427,
- 36 Sec. 5.01(c) (part).)

# 37 Source Law

38 (c) . . . Any pledge of revenue may reserve the right, under conditions therein specified, to issue

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- additional bonds which will be on a parity with or subordinate to the bonds then being issued.
- 3 Revised Law
- 4 Sec. 8511.0709. ADDITIONAL PROVISIONS IN RESOLUTION
- 5 AUTHORIZING BONDS OR TRUST INDENTURE. (a) The resolution
- 6 authorizing the bonds or the trust indenture further securing the
- 7 bonds may specify additional provisions that constitute a contract
- 8 between the authority and its bondholders.
- 9 (b) The board has full discretion in providing for the
- 10 additional provisions, including the authority to provide for a
- 11 corporate trustee or receiver to take possession of authority
- 12 facilities if the authority defaults in fulfilling the covenants
- 13 made in the resolution or trust indenture. (Acts 44th Leg., 1st
- 14 C.S., Ch. 427, Sec. 5.01(d).)
- 15 <u>Source Law</u>
- The resolution authorizing the bonds or the 16 (d) trust indenture further securing the bonds may specify 17 constitute 18 additional provisions which shall contract between the authority and its bondholders. The board shall have full discretion in providing for 19 20 21 the additional provisions, including the authority to provide for a corporate trustee or receiver to take 22 possession of facilities of the authority in the event 23 of default on the part of the authority in fulfilling 24
- the covenants therein made.
- 26 Revised Law
- Sec. 8511.0710. REFUNDING BONDS. (a) The authority may
- 28 issue refunding bonds to refund outstanding authority bonds and
- 29 interest on the bonds.
- 30 (b) Refunding bonds may:
- 31 (1) be issued to refund bonds of one or more series;
- 32 (2) combine the pledges for the outstanding bonds for
- 33 the security of the refunding bonds; or
- 34 (3) be secured by a pledge of other or additional
- 35 revenue.
- 36 (c) The provisions of this subchapter regarding the
- 37 issuance of other bonds, their security, and the remedies of the
- 38 holders apply to refunding bonds.
- 39 (d) The comptroller shall register the refunding bonds on

- 1 surrender and cancellation of the bonds to be refunded.
- 2 Instead of issuing bonds to be registered on the 3 surrender and cancellation of the bonds to be refunded, the 4 authority, in the resolution authorizing the issuance of the refunding bonds, may provide for the sale of the refunding bonds and 5 6 the deposit of the proceeds in a bank at which the bonds to be 7 refunded are payable. In that case, the refunding bonds may be issued in an amount sufficient to pay the principal of and interest 8 9 on the bonds to be refunded to their option date or maturity date,
- and the comptroller shall register the refunding bonds without the 10
- concurrent surrender and cancellation of the bonds to be refunded. 11
- (Acts 44th Leg., 1st C.S., Ch. 427, Sec. 5.02.) 12

13 Source Law

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Sec. 5.02. The authority may issue refunding bonds for the purpose of refunding any outstanding bonds authorized by this Act and interest on the bonds. The refunding bonds may be issued to refund one or more 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 revenue. The provisions of this Act with reference to the issuance by the authority 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 shall be applicable to refunding bonds. Refunding bonds shall be registered by the Comptroller of Public Accounts of the State of Texas on 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 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 maturity date, and the comptroller without concurrent surrender register them cancellation of the original bonds.

# Revisor's Note

Section 5.02, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, refers to the "approval [of bonds] by the attorney general" applies that to refunding bonds. The revised law omits 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

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 authority under Section 1202.001, Government Code.

# Revisor's Note (End of Subchapter)

- (1) Section 5.01(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that authority bonds may be in any denomination. The revised law omits that provision because it duplicates Section 1201.021(1), Government Code. The omitted law reads:
- (b) . . . [The bonds] . . . shall be
  in any denomination or denominations,
  . . . .
  - (2) Section 5.01(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that authority bonds shall "bear any interest." The revised law omits that provision because it duplicates Section 1201.021(2), Government Code. The omitted law reads:
- (b) . . . [The bonds] . . . shall bear any interest, and . . .
- (3) Section 5.01(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, provides that authority bonds may be sold at a price and under terms determined by the board 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, 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 1204.006(b) 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 to be in the issuer's best interests." The omitted law reads:
  - (b) . . . [The bonds] . . . may be sold at a price and under terms determined by the board to be the most advantageous reasonably obtainable, and . . .
  - (4) Section 5.01(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, 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, in substance, 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 specified amounts and at specified times. The omitted law reads:
    - (b) . . . [The bonds] . . . within the discretion of the board, may be made callable prior to maturity at the times and prices prescribed in the bonds, and . . .
  - (5) Section 5.01(b), Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, 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 Section 1201.024(a)(3), Government Code. The omitted law reads:
    - (b) . . . [The bonds] . . . may be made registrable as to principal or as to both principal and interest. . . .
- (6) Section 5.10, Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, lists the entities for which authority bonds are legal investments and provides that authority bonds may

secure deposits of public funds of the state or 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. 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 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. 5.10. All bonds and refunding bonds of the authority shall be and are hereby declared to be legal, eligible, and authorized investments for banks; savings and loan associations; insurance companies; fiduciaries; trustees; the sinking funds of cities, towns, villages, counties, districts, or any other po political districts, any corporations or subdivisions of the State of Texas; and for all public funds of the State of Texas or its agencies, including the state permanent school fund. The bonds and refunding bonds shall be eligible to secure the deposit of any and all public funds of the State of Texas, cities, towns, villages, counties, school districts, or other political corporations subdivisions of the State of Texas; and such shall be lawful bonds and sufficient security for said deposits to the extent of their face value, when accompanied by all

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unmatured coupons appurtenant thereto.

#### Revisor's Note (End of Chapter) 3

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- (1)Section 4, Chapter 699, Acts of the 64th Legislature, Regular Session, 1975, validates certain authority actions. That provision is omitted from the revised law because it served its purposes on the day took effect and is executed law. 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 the executed statute. validation provision does not affect the validation. The omitted law reads:
  - Sec. 4. All resolutions, orders, rules, bylaws, requests, applications to state agencies, depository bank designations, proceedings, and actions heretofore adopted, made, taken, performed, established by the Nueces or River Authority pursuant to Chapter 427, Acts of the 44th Legislature, 1st Called Session, 1935, as amended (Article 8280-115, Vernon's Texas Civil Statutes), validated and remain in effect unless and until amended or superseded by order of the board of the authority.
  - (2) Section 6, Chapter 699, Acts of the 64th Legislature, Regular Session, 1975, 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. 6. If any provision of this Act or the application thereof to any person or circumstance is held invalid, invalidity shall not affect provisions or applications of the Act which can be given effect without the invalid provision or application, and to this end the provisions of this Act are declared to be severable.
    - (3) Section 7, Chapter 699, Acts of the 64th

Legislature, Regular Session, 1975, contains legislative findings relating to the performance of the requirements of Section 59(d), Article XVI, Texas Constitution, concerning the introduction of that act. The revised law omits that provision as executed. The omitted law reads:

Sec. 7. The legislature finds that the requirements of Article XVI, Section 59, Subsection (d) of the Texas Constitution, concerning the introduction of this Act have been met.

Section 18, Chapter 21, Acts of the 86th (4)Legislature, Regular Session, 2019, recites 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 recommendations. The revised law omits those provisions as executed. The omitted law reads:

Sec. 18. (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.

1	SUBTITLE I. WATER CONTROL AND IMPROVEMENT DISTRICTS
2	CHAPTER 9088. CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT
3	DISTRICT NO. 1
4	SUBCHAPTER A. GENERAL PROVISIONS
5	Sec. 9088.0101. DEFINITIONS
6	Sec. 9088.0102. NATURE AND PURPOSE OF DISTRICT
7	Sec. 9088.0103. FINDINGS OF PURPOSE AND BENEFIT212
8	Sec. 9088.0104. DISTRICT TERRITORY
9	SUBCHAPTER B. POWERS AND DUTIES
10	Sec. 9088.0201. WATER CONTROL AND IMPROVEMENT DISTRICT
11	POWERS
12	SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS
13	Sec. 9088.0301. TAX METHOD
14	CHAPTER 9088. CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT
15	DISTRICT NO. 1
16	SUBCHAPTER A. GENERAL PROVISIONS
17	Revised Law
18	Sec. 9088.0101. DEFINITIONS. In this chapter:
19	(1) "Board" means the district's board of directors.
20	(2) "District" means the Calhoun County Water Control
21	and Improvement District No. 1 in Calhoun County. (Acts 56th Leg.,
22	R.S., Ch. 472, Sec. 1 (part); Acts 71st Leg., R.S., Ch. 518, Sec. 1;
23	New.)
24	Source Law
25 26 27 28 29	[Acts 56th Leg., R.S., Ch. 472] Sec. 1. Calhoun County Water Control and Improvement District No. 1, hereinafter sometimes referred to as "District," in Calhoun County, Texas,
30 31 32 33	[Acts 71st Leg., R.S., Ch. 518] Sec. 1. In this Act, "district" means the Calhoun County Water Control and Improvement District No. 1.
34	Revisor's Note
35	The revised law adds the definition of "board"
36	for drafting convenience and to avoid frequent,
37	unnecessary repetition of the substance of the

definition.

# 2 <u>Revised Law</u>

- 3 Sec. 9088.0102. NATURE AND PURPOSE OF DISTRICT. (a) The
- 4 district is:

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- 5 (1) a conservation and reclamation district under
- 6 Section 59, Article XVI, Texas Constitution;
- 7 (2) a water control and improvement district; and
- 8 (3) a municipal corporation.
- 9 (b) The district's sole purpose is reclaiming and draining
- 10 the district's overflowed land and other land needing drainage.
- 11 (Acts 56th Leg., R.S., Ch. 472, Secs. 1 (part), 4 (part).)

# 12 <u>Source Law</u>

- Sec. 1. [Calhoun County Water Control and Improvement District No. 1 . . . is . . . a] . . . conservation and reclamation district under Section 59, Article XVI, of the Constitution of Texas. Without in any way limiting the generalization of the foregoing, it is expressly provided that . . . [the conversion of said District into] a water control and improvement district [from a drainage district, and] . . . provided, however, that such District shall be considered to be organized and existing for the sole purpose of the reclamation and drainage of its overflowed lands and other lands needing drainage, and . . . .
- Sec. 4. The Legislature hereby . . . declares the District to be a governmental agency, a body politic and corporate, and a municipal corporation.

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

30 Section 1, Chapter 472, Acts of the 56th 31 Legislature, Regular Session, 1959, validates the existence of the district, the board order designating 32 the area of the district, the conversion of the 33 34 district into а water control and improvement district, and proceedings in connection with that 35 36 and conversion. The revised law omits the 37 validation language because it served its purpose on the day it took effect and is executed law. Section 38 39 311.031(a)(2), Government Code (Code Construction 40 Act), provides that the repeal of a statute does not affect any validation previously made under 41

statute. Therefore, the omission of the executed validation provision does not affect the validation.

The omitted law reads:

Sec. 1. [Calhoun County Water Control and Improvement District No. 1] . is hereby in all things validated and is hereby declared to be a validly existing and operating [conservation and reclamation proceedings district] all with said connection order and said are hereby conversion in all things validated; . . .

- Section 1, Chapter 472, Acts of the 56th (2) Legislature, Regular Session, 1959, provides that certain actions are validated "[w]ithout in any way limiting the generalization of the foregoing." The revised law omits the quoted language as unnecessary because accepted principle of statutory an construction requires a statute to be given cumulative effect with other statutes unless it otherwise or unless the statutes are in conflict.
- (3) Section 1, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, provides that the district was converted from a drainage district to a water control and improvement district. The revised law omits that language as executed. The omitted law reads:
- Sec. 1. . . . the conversion of said District into [a water control and improvement district] from a drainage district, and . . . .
  - (4) Section 4, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, refers to the district as a "governmental agency, a body politic and corporate." The revised law omits the quoted language because it duplicates a portion of Section 59(b), Article XVI, Texas Constitution.

# 38 Revised Law

39 Sec. 9088.0103. FINDINGS OF PURPOSE AND BENEFIT. (a) The

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- 1 district is essential to the accomplishment of the purposes of
- Section 59, Article XVI, Texas Constitution. 2
- 3 (b) All land and other property in the district benefit from
- improvements and facilities the 4 district and district
- constructs and acquires. (Acts 56th Leg., R.S., Ch. 472, Secs. 3 5
- 6 (part), 4 (part).)

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#### 7 Source Law

8 It is hereby found and determined that Sec. 3. all of the lands and other property included within the 9 10 boundaries of the District are, and will be benefited by said District and its improvements and facilities to be constructed and acquired. . . .

Sec. 4. The Legislature hereby exercises the 11 12

authority conferred upon it by Section 59, Article XVI, Constitution of Texas, and declares that said District is essential to the accomplishment of the purposes of said constitutional provision, finds that all the land and other property included therein are, and will be, benefited thereby, and . .

#### 20 Revisor's Note

Chapter 472, Acts of 21 Section 4, the 56th 22 Legislature, Regular Session, 1959, states that the legislature "hereby exercises the authority conferred 23 2.4 upon it by Section 59, Article XVI, Constitution of 25 Texas." The revised law omits the quoted language as 2.6 executed.

#### 27 Revised Law

- DISTRICT TERRITORY. 28 Sec. 9088.0104. The district has the area and boundaries described by the board's order adopted on March 29 30 23, 1959, as that area and those boundaries may have been modified 31 under:
- 32 (1)Subchapter J, Chapter 49, Water Code;
- Subchapter O, Chapter 51, Water Code; or 33 (2)
- 34 other law. (Acts 56th Leg., R.S., Ch. 472, Sec. 1 (3)
- 35 (part); New.)

#### 36 Source Law

Sec. 1. . . . [it is expressly provided that] the area and boundary lines of said District, as redefined by order adopted on March 23, 1959, by the 37 38 39 Board of Directors of said District, . . . [are hereby 40 41 in all things validated; ] . . .

## Revisor's Note

For the reader's convenience, the revised law includes references to statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, and Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts, including the Calhoun County Water Control and Improvement District No. 1, which was converted into а water control and improvement district. Throughout this chapter, the revised law omits law that is superseded by Chapter 49, Water Code, or duplicates law contained in that chapter, which is applicable to the district under Sections 49.001 and 49.002 of that chapter. 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. POWERS AND DUTIES

## 18 Revised Law

19 Sec. 9088.0201. WATER CONTROL AND IMPROVEMENT DISTRICT 20 POWERS. To accomplish the sole purpose of reclaiming and draining the district's overflowed land and other land needing drainage, the 21 district has all of the rights, powers, privileges, and duties 22 provided by general law applicable to a water control and 23 improvement district created under Section 59, Article XVI, Texas 24 Constitution, including Chapters 49 and 51, Water Code. (Acts 56th 25 Leg., R.S., Ch. 472, Sec. 1 (part); New.) 26

## 27 Source Law

Sec. 1. . . . [provided, however, that such District shall be considered to be organized and existing for] the sole purpose of the reclamation and drainage of its overflowed lands and other lands needing drainage, and to accomplish such purpose such District shall have and exercise, and is hereby vested with, all the rights, powers, privileges and duties conferred and imposed by the General Laws of the State of Texas now in force and hereafter enacted applicable to water control and improvement districts created under authority of Section 59, Article XVI, Constitution of Texas.

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## Revisor's Note

- (1) Section 1, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, 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 language has the same meaning and "has" is more commonly used.
- (2) Section 1, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, states that the district has the rights, powers, privileges, and duties "conferred and imposed" by general law. The revised law substitutes "provided" for "conferred and imposed" because, in context, the meaning is the same and "provided" is more commonly used.
- (3) Section 1, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, refers to the general laws of this state "now in force and hereafter enacted." The revised law omits the quoted language as unnecessary under accepted general principles of statutory construction. The "General Laws of the State of Texas" 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 apply on their own terms.
- (4) Section 1, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, refers to the general laws "applicable to water control and improvement districts." For the reader's convenience, the revised law adds references to Chapter 51, Water Code, specifically applicable to a water control and improvement district, and to Chapter 49, Water Code.

## SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS

#### 2 Revised Law

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- 3 Sec. 9088.0301. TAX METHOD. (a) The district shall use the 4 ad valorem basis or plan of taxation.
- 5 The board is not required to hold a hearing on the adoption of a plan of taxation. (Acts 56th Leg., R.S., Ch. 472, 6 7 Sec. 3 (part).)

#### 8 Source Law

9 Sec. 3. . . The ad valorem basis or plan of taxation shall be used by said District, and it shall not be necessary for the Board of Directors of said 10 11 District to hold a hearing on the adoption of a plan of 12 13 taxation.

# Revisor's Note (End of Chapter)

(1)Section 2, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, and Section 6, Chapter 518, Acts of the 71st Legislature, Regular Session, 1989, validate certain acts of the district and certain board elections. 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 56th Leg., R.S., Ch. 472]

Sec. 2. All governmental proceedings 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 as of the respective date of such proceedings and acts.

[Acts 71st Leg., R.S., Ch. 518] Sec. 6. The election of district directors since 1984 for two-year terms, although required by general law to elect for four-year directors terms, ĺS validated, and the election, terms of of the district actions, office, and expenditures and

directors are validated and may not be held invalid because the directors were elected to two-year terms at those elections.

(2) Section 5, Chapter 472, Acts of the 56th Legislature, Regular Session, 1959, 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 any word, phrase, clause, sentence, paragraph, or provision of this Act is held to be invalid or unconstitutional by a court of competent jurisdiction in this State, it is the intention of the Legislature that the remaining provisions thereof shall be effective, and that such remaining portions shall remain in full force and effect.

- (3) Section 2, Chapter 518, Acts of the 71st Legislature, Regular Session, 1989, states that the directors of the district serve staggered four-year terms. The revised law omits the provision because it duplicates Section 49.103(a), Water Code. The omitted law reads:
  - Sec. 2. Except as provided by Section 5 of this Act, directors of the district serve for staggered four-year terms.
- Section 3, Chapter 518, Acts of the 71st (4) 1989, requires Legislature, Regular Session, directors' election to be held on the third Saturday in January in each even-numbered year. The revised law omits this provision as superseded by the 1995 enactment of Section 49.103, 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. Section 49.103(e), Water Code, provides that the Sections 49.103(a) provisions of and (b) take

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precedence over all prior statutory enactments. The
omitted law reads:

Sec. 3. A directors' election shall be held in the district on the third Saturday in January in each even-numbered year to elect the appropriate number of directors.

- Section 4, Chapter 518, Acts of the 71st Legislature, Regular Session, 1989, states "[e]xcept as provided by this Act," a directors' election is held "as provided by Chapter 51, Water Code, and the Election Code." The revised law omits the reference to Chapter 51 because Chapter 715, Acts of the 74th Legislature, Regular Session, 1995, enacted Chapter 49, Water Code, as the general law applicable to most water districts and repealed the pertinent election provisions in Chapter 51. Similarly, the revised law omits the reference to the Election Code because that code applies to the district under Section 1.002 of that code. Finally, the revised law omits the phrase "[e]xcept as provided by this Act," because an exception would apply by its own terms. The omitted law reads:
  - Sec. 4. Except as provided by this Act, a directors' election in the district is held as provided by Chapter 51, Water Code, and the Election Code.
- (6) Section 5, Chapter 518, Acts of the 71st Legislature, Regular Session, 1989, provides for the election of five directors on the third Saturday in January 1990 and the terms of those directors. The revised law omits that provision as executed. The omitted law reads:
  - Sec. 5. (a) Αt the district's regularly scheduled directors' election on the third Saturday in January 1990, five directors shall be elected. The three directors that receive the highest number serve four-year terms. of votes two directors serve two-year remaining terms. Successors to the directors elected

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pursuant to this section serve four-year terms.

(b) If it is impossible to determine the directors who are elected or the terms of office under Subsection (a) of this section because two or more candidates received the same number of votes, the persons who tied in number of votes shall draw lots to determine who will be director or to determine the terms of office, as applicable.

APPENDIX A

## 2 CONFORMING AMENDMENT

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3 SECTION 2.01. NUECES RIVER AUTHORITY. Section 2.02(a), 4 Chapter 427, Acts of the 44th Legislature, 1st Called Session,

5 1935, is amended to read as follows:
6 (a) The <u>Nueces River Authority</u> [authority] includes all
7 counties which lie wholly within the Nueces River Basin, all of San
8 Patricio, Nueces, and Jim Wells counties, and generally the

in-basin parts of other counties, except Webb County, which lie

10 partially within the basin. The actual boundaries of the area

11 within the authority may be described by metes and bounds as

12 follows: Beginning at a point in the boundary of the State of Texas

13 offshore of the City of Port Aransas at the Northeast corner of

14 Nueces County and the most southerly Southeast corner of Aransas

15 County; thence along the common line between Nueces County and

16 Aransas County in a westerly and then northerly direction to a point

17 in the center of the Intracoastal Canal cutoff between Rockport and

18 Aransas Pass, Texas; thence southerly along the centerline of the

19 said Intracoastal Canal to its point of intersection with an

20 extension of the boundary line between Aransas County and San

21 Patricio County for the northernmost Southeast corner of San

22 Patricio County and the Southwest corner of Aransas County for an

23 angle point; thence along the common line between San Patricio

24 County and Aransas County in a northwesterly direction

approximately 14 miles to a point on the Aransas River on the South

26 line of Refugio County for the Northeast corner of San Patricio

27 County and the West corner of Aransas County; thence along the

28 Aransas River and the common line between Refugio County and San

29 Patricio County in a west-northwesterly direction approximately 19

30 miles to a point on the Southeast line of Bee County for the

31 Southwest corner of Refugio County; thence along the common line

32 between Bee County and San Patricio County in a southwesterly

33 direction approximately 3 miles to a point for the Southeast corner

34 of Bee County; thence along the common line between Bee County and

County in 1 San Patricio a west-northwesterly direction 2 approximately 16 miles to the common corner of Live Oak, Bee, and 3 San Patricio Counties; thence in a northwesterly direction with the line between Live Oak and Bee Counties approximately 14 miles; 4 thence N. approximately 25 miles to the most northern corner of Bee 5 County; thence N.  $40^{\circ}$  W. at approximately 19 1/2 miles the 6 7 Karnes-Wilson Counties line, at about 31 miles a point in the S.W. line of Bexar County; thence approximately North 77 8 approximately 28 miles, to the S.W. corner of Bexar County; thence 9 N.W. along the northwest extension of the common boundary between 10 Bexar and Atascosa Counties 3 1/2 miles to a point; thence N.  $30^{\circ}$  W. 11 12 approximately 28 miles to a point in the North line of Medina County; then North  $64^{\circ}$  W. approximately 34 miles to a point in the 13 west line of Bandera County; thence North approximately 3 miles to 14 the northwest corner of Bandera County; thence West with the line of 15 Real and Kerr Counties approximately 5 miles to S.W. corner of Kerr 16 17 County; thence North with the line between Kerr and Real Counties approximately 13 miles to the N.E. corner of Real County; thence 18 19 West, North and West, with the north line of Real County, approximately 18 miles to the Northwest corner of Real County; 20 21 thence South 75° west approximately 15 miles to the Court House in Rock Springs in Edwards County; thence N.  $68^{\circ}$  W. approximately 15 22 miles to a point; thence S. 34° W. approximately 19 miles to a point; 23 thence S.  $35^{\circ}$  E. at 21 miles pass a point in the South line of 24 25 Edwards County, 34 miles to a point; thence S. 23  $1/2^{\circ}$  W. 26 approximately 14 miles to a point; thence S. approximately 8 miles to Spofford Junction; thence South with the Eagle Pass branch of G. 27 H. & S. A. R. R. at 15 miles a point; thence South 12 miles to a 28 point; thence S. 41  $1/2^{\circ}$  E. 42 miles to the village of Dentonia in 29 30 Dimmit County; thence S. 27 1/2 d. E. approximately 10 miles to the Dimmit and Webb Counties line; thence E. with said Dimmit-Webb 31 32 County line approximately 25 miles to the west line of La Salle 33 County; thence South with west line of La Salle approximately 5 miles to the S.W. corner of La Salle County, a 34

common corner with Webb County; thence E. with the Webb-La Salle 1 2 County line approximately 30 miles to the N.E. corner of Webb County, the common corner of Webb, La Salle, McMullen and Duval 3 Counties; thence S. with the Webb-Duval County line approximately 4 27 miles to a point in the E. line of Webb County; thence N. 35 d. E. 5 33 miles to a point on the 28 d. North Parallel; thence East along 6 7 the 28 degrees North Parallel approximately 17 miles to a point on the East line of Duval County and the West line of Jim Wells County 8 for an interior corner; thence along the common line between Duval 9 County and Jim Wells County, South approximately 55 miles to a point 10 on the North line of Brooks County for the Southwest corner of Jim 11 12 Wells County and the Southeast corner of Duval County; thence along the common line between Jim Wells County and Brooks County, East 13 approximately 11 miles to a point for the northernmost Southwest 14 15 corner of Kleberg County and the southernmost Southeast corner of Jim Wells County; thence along the common line between Jim Wells 16 17 County and Kleberg County, North approximately 25.5 miles to the Northwest corner of Kleberg County and an interior corner of Jim 18 19 Wells County; thence along the common line between Jim Wells County and Kleberg County, East approximately 7.25 miles to a point in the 20 21 center of San Fernando Creek for the northernmost Southeast corner 22 of Jim Wells County and the northernmost Southwest corner of Nueces County; thence along the centerline of San Fernando Creek and along 23 24 the common line between Kleberg County and Nueces County in a southeasterly direction approximately 9 miles to a point for the 25 26 southernmost Southwest corner of Nueces County; thence along the common line between Kleberg County and Nueces County, East 27 approximately 32 miles to a point on the shoreline of Laguna Madre 28 for an angle point; thence along the common line between Kleberg 29 30 County and Nueces County in an east-northeasterly direction across Laguna Madre approximately 5.25 miles to a point on the Northwest 31 32 line of Padre Island for an angle point; thence along the common line between Kleberg County and Nueces County in a southeasterly 33 direction to a point on the boundary of the State of Texas in the 34

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Gulf of Mexico off North Padre Island at the Northeast corner of
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   Kleberg County and the Southeast corner of Nueces County; thence
   along the boundary of the State of Texas in the Gulf of Mexico and
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   along the Southeast line of Nueces County in a northeasterly
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   direction to the point of beginning; being all of Live Oak County,
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   1116 square miles, McMullen County 1302 square miles, La Salle
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   County 1561 square miles, Frio County 1124 square miles, Zavala
   County 1348 square miles, Atascosa County, 1358 square miles, Real
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   County 619 square miles, Uvalde County 1589 square miles, San
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   Patricio County 680 square miles, Nueces County 838 square miles,
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   and Jim Wells County 846 square miles, and parts of the following
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   Counties with the number of square miles included in the authority:
          Duval
                                                     378 square miles.
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          Dimmit
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                                                    1200 square miles.
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          Maverick
                                                     574 square miles.
          Kinney
                                                     602 square miles.
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Wilson 98 square miles.

1113 square miles.

224 square miles.

922 square miles.

84 square miles.

- 22 Karnes 85 square miles.
- 23 Bee 135 square miles.
- 24 REPEALERS
- 25 SECTION 3.01. DENTON COUNTY LEVEE IMPROVEMENT DISTRICT NO.
- 26 1 OF DENTON AND DALLAS COUNTIES, TEXAS. The following statutes are
- 27 repealed:

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- 28 (1) Chapter 473, Acts of the 69th Legislature, Regular
- 29 Session, 1985; and

Medina

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- 30 (2) Section 6, Chapter 962, Acts of the 80th
- 31 Legislature, Regular Session, 2007.
- 32 SECTION 3.02. SEBASTIAN MUNICIPAL UTILITY DISTRICT.
- 33 Chapter 516, Acts of the 75th Legislature, Regular Session, 1997,
- 34 is repealed.

- 1 SECTION 3.03. RED RIVER AUTHORITY OF TEXAS. The following
- 2 statutes are repealed:
- 3 (1) Chapter 279, Acts of the 56th Legislature, Regular
- 4 Session, 1959;
- 5 (2) Section 3, Chapter 504 Acts of the 57th
- 6 Legislature, Regular Session, 1961;
- 7 (3) Section 2, Chapter 570, Acts of the 60th
- 8 Legislature, Regular Session, 1967;
- 9 (4) Section 2, Chapter 217, Acts of the 64th
- 10 Legislature, Regular Session, 1975;
- 11 (5) Section 3, Chapter 529, Acts of the 65th
- 12 Legislature, Regular Session, 1977;
- 13 (6) Section 4, Chapter 86, Acts of the 67th
- 14 Legislature, Regular Session, 1981;
- 15 (7) Section 3, Chapter 870, Acts of the 67th
- 16 Legislature, Regular Session, 1981;
- 17 (8) Section 5, Chapter 696, Acts of the 68th
- 18 Legislature, Regular Session, 1983; and
- 19 (9) Sections 12 and 14, Chapter 23, Acts of the 86th
- 20 Legislature, Regular Session, 2019.
- 21 SECTION 3.04. NUECES RIVER AUTHORITY. The following
- 22 statutes are repealed:
- 23 (1) Sections 1.01, 1.02, 1.02A, 1.03, 2.01, 2.02(b)
- 24 and (c), 2.03, 2.03A, 2.04, 2.05, 2.06, 2.06A, 2.07, 2.08, 2.08A,
- 25 2.09, 2.10, 2.11, 2.12, 3.01, 3.02, 3.03, 3.04, 3.05, 3.06, 3.07,
- 26 3.08, 3.09, 3.10, 3.11, 3.12, 3.13, 3.14, 3.15, 3.16, 3.17, 3.18,
- 27 3.18A, 3.19, 3.20, 3.21, 3.22, 3.22A, 3.23, 3.24, 3.25, 3.26, 3.27,
- 28 3.28, 4.01, 4.02, 4.03, 4.04, 4.05, 4.06, 4.07, 4.08, 4.09, 5.01,
- 29 5.02, 5.04, 5.05, 5.06, 5.07, 5.08, 5.09, and 5.10, Chapter 427,
- 30 Acts of the 44th Legislature, 1st Called Session, 1935;
- 31 (2) Sections 2, 3, 4, 5, 6, and 7, Chapter 699, Acts of
- 32 the 64th Legislature, Regular Session, 1975;
- 33 (3) Section 3, Chapter 665, Acts of the 69th
- 34 Legislature, Regular Session, 1985; and

- 1 (4) Sections 16 and 18, Chapter 21, Acts of the 86th
- 2 Legislature, Regular Session, 2019.
- 3 SECTION 3.05. CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT
- 4 DISTRICT NO. 1. The following statutes are repealed:
- 5 (1) Chapter 472, Acts of the 56th Legislature, Regular
- 6 Session, 1959; and
- 7 (2) Chapter 518, Acts of the 71st Legislature, Regular
- 8 Session, 1989.
- 9 GENERAL MATTERS
- 10 SECTION 4.01. LEGISLATIVE INTENT OF NO SUBSTANTIVE CHANGE.
- 11 This Act is enacted under Section 43, Article III, Texas
- 12 Constitution. This Act is intended as a codification only, and no
- 13 substantive change in law is intended by this Act. This Act does
- 14 not increase or decrease the territory of any special district of
- 15 the state as those boundaries exist on the effective date of this
- 16 Act.
- 17 SECTION 4.02. PRESERVATION OF VALIDATION MADE BY PREVIOUS
- 18 LAW. (a) The repeal of a law, including a validating law, by this
- 19 Act does not remove, void, or otherwise affect in any manner a
- 20 validation under the repealed law. The validation is preserved and
- 21 continues to have the same effect that it would have if the law were
- 22 not repealed.
- (b) Subsection (a) of this section does not diminish the
- 24 saving provisions prescribed by Section 311.031, Government Code.
- 25 SECTION 4.03. EFFECTIVE DATE. This Act takes effect April
- 26 1, 2023.

- 1 APPENDIX B
- 2 CHAPTER 311. CODE CONSTRUCTION ACT
- 3 (current as of end of 87th Legislature, 3rd Called Session, 2021)
- 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.
- 15 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.
- 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.
- (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.
- 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.
- 27 (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.
- Sec. 311.036. CONSTRUCTION OF ABORTION STATUTES. (a) A
- 28 statute that regulates or prohibits abortion may not be construed
- 29 to repeal any other statute that regulates or prohibits abortion,
- 30 either wholly or partly, unless the repealing statute explicitly
- 31 states that it is repealing the other statute.
- 32 (b) A statute may not be construed to restrict a political
- 33 subdivision from regulating or prohibiting abortion in a manner
- 34 that is at least as stringent as the laws of this state unless the

- 1 statute explicitly states that political subdivisions are
- 2 prohibited from regulating or prohibiting abortion in the manner
- 3 described by the statute.

Constitution and Texas Constitution.

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4 (c) Every statute that regulates or prohibits abortion is in each of its applications to every person and 5 severable circumstance. If any statute that regulates or prohibits abortion 6 7 is found by any court to be unconstitutional, either on its face or as applied, then all applications of that statute that do not 8 9 violate the United States Constitution and Texas Constitution shall 10 be severed from the unconstitutional applications and shall remain 11 enforceable, notwithstanding any other law, and the statute shall be interpreted as if containing language limiting the statute's 12 application to the persons, group of persons, or circumstances for 13

which the statute's application will not violate the United States

Τ	APPENDIX C	
2	DISPOSITION TABLE	
3	SPECIAL DISTRICT LOCAL LAWS CODE	
4	44th Leg., 1st C.S., Ch. 427	
5	Sec. 1.01	0103
6	Sec. 1.02(1)	0101
7	(2)	0101
8	(3)RN(1) 8511.	0101
9	(4)	0101
10	(5)RN(2) 8511.	0101
11	(6)	0101
12	(7)	0101
13	(8)	0101
14	Sec. 1.02A(a) (part)	0104
15	(part)	0104
16	(b)	0104
17	Sec. 1.03 (part)	0106
18	(part)	0106
19	(part)	0106
20	Sec. 2.01 (part)	0102
21	(part)	0301
22	Sec. 2.02(b)	0105
23	(c)	0105
24	Sec. 2.03(a)	0201
25	(b)	0201
26	(c)	0202
27	(d)	0206
28	(e)	0204
29	(f)	0203
30	(g) RN(1) Subch. B 8511.	0219
31	(h)	0205
32	(i)	0208
33	Sec. 2.03A	0211
34	Sec. 2.04	0212

1	Sec.	2.05 .				•	•	•	•	•	•	•	•	•	•				8511.0207
2	Sec.	2.06 .							•	•	•	•	•	•	•				8511.0209
3	Sec.	2.06A .			•		•	•	•	•	•	•	•	•	•			•	8511.0214
4	Sec.	2.07 .	•				•	•	•	•	•	•	•	•	•				8511.0210
5	Sec.	2.08(a)	•				•	•	•	•	•	•	•	•	•				8511.0215
6		(b)		(pa	art	;)			•	•	•	•	•	•	•				8511.0206
7				(pa	art	;)			•	•	•	•	•	•	•				8511.0215
8	Sec.	2.08A .							•	•	•	•	•	•	•				8511.0213
9	Sec.	2.09 .							•	•	•	•	•	•	•				8511.0216
10	Sec.	2.10(a)							•	•	•	•	•	•	•				8511.0502
11		(b)				•	•		•	•	•	•	•	•	•	RN(2)	Subch.	В	8511.0219
12		(c)							•	•	•	•	•	•	•				8511.0502
13		(d)							•	•	•	•	•	•	•				8511.0502
14		(e)							•	•	•	•	•	•	•				8511.0502
15	Sec.	2.11 .	•				•	•	•	•	•	•	•	•	•	RN(1)	Subch.	С	8511.0327
16	Sec.	2.12 .				•	•	•	•	•	•	•	•	•	•	RN(2)	Subch.	С	8511.0327
17	Sec.	3.01(a)	•				•	•	•	•	•	•	•	•	•				8511.0301
18		(b)			•		•	•	•	•	•	•	•	•	•			•	8511.0301
19		(c)				•	•	•	•	•	•	•	•	•	•	RN(3)	Subch.	С	8511.0327
20	Sec.	3.02 .	•				•	•	•	•	•	•	•	•	•				8511.0302
21	Sec.	3.03 .	•				•	•	•	•	•	•	•	•	•				8511.0306
22	Sec.	3.04 .			•	•	•	•	•	•	•	•	•	•	•			•	8511.0307
23	Sec.	3.05 .			•	•	•	•	•	•	•	•	•	•	•			•	8511.0308
24	Sec.	3.06 .	•				•	•	•	•	•	•	•	•	•				8511.0309
25	Sec.	3.07 .			•		•	•	•	•	•	•	•	•	•			•	8511.0311
26	Sec.	3.08 .	•				•	•	•	•	•	•	•	•	•				8511.0312
27	Sec.	3.09 .	•				•	•	•	•	•	•	•	•	•				8511.0313
28	Sec.	3.10 .				•	•	•	•	•	•	•	•	•	•				8511.0317
29	Sec.	3.11(a)			•	•	•	•	•	•	•	•	•	•	•			•	8511.0315
30		(b)	•				•	•	•	•	•	•	•	•	•				8511.0319
31	Sec.	3.12 .			•		•	•	•	•	•	•	•	•	•			•	8511.0316
32	Sec.	3.13 .			•		•	•	•	•	•	•	•	•	•	RN(4)	Subch.	С	8511.0327
33	Sec.	3.14 .				•	•		•	•	•	•	•	•	•			•	8511.0318
34	Sec.	3.15(a)				•	•		•	•	•	•	•	•	•				8511.0320

1	(b)
2	(c)
3	(d)
4	(e)
5	(f)8511.0321
6	(g)
7	(h)8511.0321
8	(i)
9	(j)
10	Sec. 3.16
11	Sec. 3.17
12	Sec. 3.18
13	Sec. 3.18A
14	Sec. 3.19 (part)
15	(part)
16	Sec. 3.20
17	Sec. 3.21
18	Sec. 3.22
19	Sec. 3.22A
20	Sec. 3.23
21	Sec. 3.24
22	Sec. 3.25(a) (part)
23	(part)
24	(b)
25	Sec. 3.26
26	Sec. 3.27
27	Sec. 3.28
28	Sec. 4.01
29	Sec. 4.02
30	Sec. 4.03
31	Sec. 4.04
32	Sec. 4.05
33	Sec. 4.06(a)
34	(b)

1	Sec. 4.07	)
2	Sec. 4.08(a)	1
3	(b) (part) 8511.0508	}
4	(part)	}
5	(c)8511.0508	}
6	(d)	}
7	(e)	}
8	Sec. 4.09(a) (part) 8511.0505	)
9	(part)	)
10	(b)	
11	(c)8511.0505	)
12	(d)	)
13	Sec. 5.01(a)	}
14	(b) (part) 8511.0703	}
15	(part)	Į
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17	(part)	
18	(part)	7
19	(part) RN(1) Subch. G 8511.0710	)
20	(part) RN(2) Subch. G 8511.0710	)
21	(part) RN(3) Subch. G 8511.0710	)
22	(part) RN(4) Subch. G 8511.0710	)
23	(part) RN(5) Subch. G 8511.0710	)
24	(c) (part)	}
25	(part)	}
26	(d)	)
27	Sec. 5.02	)
28	Sec. 5.04	
29	Sec. 5.05	_
30	Sec. 5.06 (part)	)
31	(part)	)
32	Sec. 5.07(a)	}
33	(b) (part) 8511.0603	}
34	(part)	}

1	(part)
2	(c) (part) 8511.0603
3	(part)
4	(d)
5	(e)RN(7) 8511.0603
6	
7	(f)8511.0603
8	Sec. 5.08
9	Sec. 5.09 (part)
10	(part)
11	Sec. 5.10
12	56th Leg., R.S., Ch. 279
13	Sec. 1 (part)
14	(part)
15	Sec. 1A(a) (part)
16	(a) (part)
17	(b)
18	Sec. 2 (part)
19	(part)
20	(part)
21	(part)
22	Sec. 3
23	Sec. 4(a) (part)
24	(part)
25	(b)
26	(c)
27	(d)8510.0201
28	(e)
29	(f) (part)
30	(part)
31	(part)
32	(g)
33	Sec. 4a
34	Sec. 4b

1	Sec.	5 (part) 8	3510.0207
2		(part)	3510.0207
3		(part)	3510.0208
4		(part)	3510.0401
5	Sec.	6	3510.0410
6	Sec.	7 (part)	3510.0208
7		(part)	3510.0210
8		(part)	3510.0216
9		(part)	3510.0402
10	Sec.	7a	3510.0210
11	Sec.	8 (part)	3510.0215
12		(part)	3510.0216
13		(part)	3510.0216
14	Sec.	9 (part) 8	3510.0403
15		(part)	3510.0404
16		(part)	3510.0410
17	Sec.	10(a) (part)	3510.0206
18		(part)	3510.0206
19		(b)	3510.0206
20	Sec.	11 (part)	3510.0212
21		(part)	3510.0213
22		(part)	3510.0213
23	Sec.	11a	3510.0211
24	Sec.	12	3510.0214
25	Sec.	14 (part)	3510.0302
26			
27		(a)	3510.0302
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28			3510.0302
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28 29 30		(b)	3510.0302 3510.0302 3510.0302 3510.0302
28 29 30 31		(b)	3510.0302 3510.0302 3510.0302 3510.0302 3510.0302

1	(j)
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3	Sec. 14a (part)
4	(part)
5	(part)
6	(part)
7	(part)
8	(part)
9	(part)
10	(part)
11	(part)
12	Sec. 14b(a) (part)
13	(a)(1)
14	(b) 8510.0310
15	(c)
16	(d) 8510.0310
17	(e) 8510.0310
18	(f) 8510.0310
19	(g) 8510.0310
20	(h) (part)
21	(part)
22	(i)
23	(j) 8510.0310
24	Sec. 14c(a)
25	(b)
26	Sec. 14d
27	Sec. 14e
28	Sec. 15 (part)
29	(part)
30	Sec. 16 8510.0311
31	Sec. 16a
32	Sec. 16A
33	Sec. 17
34	Sec. 18 (part)

1	(part)
2	Sec. 19 (part)
3	(part)
4	(part)
5	Sec. 19a
6	Sec. 20 (part)
7	(part)
8	Sec. 20a (part) 8510.0407
9	(part)
10	Sec. 20b
11	Sec. 21 (part)
12	(part)
13	Sec. 22 (part)
14	(part)
15	(part)
16	(part)
17	(part)
18	(part)
19	Sec. 23 (part)
20	(part)
21	Sec. 24
22	Sec. 25
23	Sec. 26(a)
24	(b) (part)
25	(part)
26	(part)
27	(part)
28	(part) RN(1) Subch. E 8510.0512
29	(part) RN(2) Subch. E 8510.0512
30	(part) RN(3) Subch. E 8510.0512
31	(part) RN(4) Subch. E 8510.0512
32	(c)
33	(d)
34	(e)

1	(5)
1	(f)
2	(g)
3	Sec. 27
4	Sec. 28
5	Sec. 29 (part)
6	(part)
7	Sec. 30 (part)
8	(part)
9	(part)
10	Sec. 31
11	Sec. 32
12	Sec. 33 (as added 86th Leg., R.S., Ch. 23) 8510.0218
13	Sec. 34(a)
14	(b)
15	Sec. 35
16	Sec. 368510.01045
17	56th Leg., R.S., Ch. 472
18	Sec. 1 (part)
19	(part)
20	(part)
21	(part)
22	(part)
23	(part)
24	Sec. 2
25	Sec. 3 (part)
26	(part)
27	Sec. 4 (part)
28	(part)
29	Sec. 5
30	57th Leg., R.S., Ch. 504
31	Sec. 3
32	60th Leg., R.S., Ch. 570
33	Sec. 2
34	64th Leq., R.S., Ch. 217
JI	

1	Sec. 2
2	64th Leg., R.S., Ch. 699
3	Sec. 2
4	Sec. 3
5	Sec. 4
6	Sec. 5
7	Sec. 6
8	Sec. 7
9	65th Leg., R.S., Ch. 529
10	Sec. 3
11	67th Leg., R.S., Ch. 86
12	Sec. 4
13	67th Leg., R.S., Ch. 870
14	Sec. 3
15	68th Leg., R.S., Ch. 696
16	Sec. 5
17	69th Leg., R.S., Ch. 473
18	Sec. 1
19	Sec. 2 (part)
20	(part)
21	Sec. 3
22	Sec. 4
23	Sec. 5
24	Sec. 6
25	Sec. 6A(a)
26	(b)
27	(c)
28	(d)
29	Sec. 6B 7817.0303
30	Sec. 6C 7817.0301
31	Sec. 6D
32	Sec. 6E
33	Sec. 6F
34	69th Leg., R.S., Ch. 665

1	Sec. 3
2	71st Leg., R.S., Ch. 518
3	Sec. 1
4	Sec. 2
5	Sec. 3
6	Sec. 4
7	Sec. 5
8	Sec. 6
9	75th Leg., R.S., Ch. 516
10	Sec. 1
11	Sec. 2
12	Sec. 3
13	Sec. 4
14	Sec. 5(a)
15	(b)
16	(c)
17	(d) (part)
18	(part)
19	(e)
20	(f)
21	(g)
22	Sec. 6
23	Sec. 7
24	80th Leg., R.S., Ch. 962
25	Sec. 6
26	86th Leg., R.S., Ch. 21
27	Sec. 16
28	Sec. 18
29	86th Leg., R.S., Ch. 23
30	Sec. 12
31	Sec. 14