## Chapter 668

```
S.B. No. 2277
```

AN ACT
relating to the creation of the Lakewood Municipal Utility District
No. 3; granting a limited power of eminent domain; providing
authority to issue bonds; providing authority to impose
assessments, fees, and taxes.
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Subtitle F, Title 6, Special District Local Laws
Code, is amended by adding Chapter 8005 to read as follows:
CHAPTER 8005. LAKEWOOD munICIPAL UTILITY DISTRICT NO. 3

Sec. 8005.004. CONSENT OF MUNICIPALITY REQUIRED. The temporary directors may not hold an election under Section 8005.003 until each municipality in whose corporate limits or extraterritorial jurisdiction the district is located has consented by ordinance or resolution to the creation of the district and to the inclusion of land in the district.

Sec. 8005.005. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. (a) The district is created to serve a public purpose and benefit.
(b) The district is created to accomplish the purposes of: (1) a municipal utility district as provided by general law and Section 59, Article XVI, Texas Constitution; and (2) Section 52, Article III, Texas Constitution, that relate to the construction, acquisition, improvement, operation, or maintenance of macadamized, graveled, or paved roads, or improvements, including storm drainage, in aid of those roads.

Sec. 8005.006. INITIAL DISTRICT TERRITORY. (a) The district is initially composed of the territory described by Section 2 of the Act enacting this chapter.
(b) The boundaries and field notes contained in Section 2 of the Act enacting this chapter form a closure. A mistake made in the field notes or in copying the field notes in the legislative process does not affect the district's:
(1) organization, existence, or validity;
(2) right to issue any type of bond for the purposes for which the district is created or to pay the principal of and interest on a bond;
(3) right to impose a tax; or
(4) legality or operation. SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 8005.051. GOVERNING BODY; TERMS. (a) The district is governed by a board of five elected directors.
(b) Except as provided by Section 8005.052, directors serve staggered four-year terms.

Sec. 8005.052. TEMPORARY DIRECTORS. (a) On or after September 1, 2017, the owner or owners of a majority of the assessed value of the real property in the district may submit a petition to the commission requesting that the commission appoint as temporary directors the five persons named in the petition. The commission shall appoint as temporary directors the five persons named in the petition.
(b) Temporary directors serve until the earlier of:
(1) the date permanent directors are elected under Section 8005.003; or
(2) September 1, 2021.
(c) If permanent directors have not been elected under Section 8005.003 and the terms of the temporary directors have expired, successor temporary directors shall be appointed or reappointed as provided by Subsection (d) to serve terms that expire on the earlier of:
(1) the date permanent directors are elected under Section 8005.003; or
(2) the fourth anniversary of the date of the appointment or reappointment.
(d) If Subsection (c) applies, the owner or owners of a
majority of the assessed value of the real property in the district may submit a petition to the commission requesting that the commission appoint as successor temporary directors the five persons named in the petition. The commission shall appoint as successor temporary directors the five persons named in the petition.

## SUBCHAPTER C. POWERS AND DUTIES

Sec. 8005.101. GENERAL POWERS AND DUTIES. The district has the powers and duties necessary to accomplish the purposes for which the district is created.

Sec. 8005.102. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the powers and duties provided by the general law of this state, including Chapters 49 and 54, water Code, applicable to municipal utility districts created under Section 59, Article XVI, Texas Constitution.

Sec. 8005.103. AUTHORITY FOR ROAD PROJECTS. Under Section 52, Article III, Texas Constitution, the district may design, acquire, construct, finance, issue bonds for, improve, operate, maintain, and convey to this state, a county, or a municipality for operation and maintenance macadamized, graveled, or paved roads, or improvements, including storm drainage, in aid of those roads.

Sec. 8005.104. ROAD STANDARDS AND REQUIREMENTS. (a) A road project must meet all applicable construction standards, zoning and subdivision requirements, and regulations of each municipality in whose corporate limits or extraterritorial jurisdiction the road project is located.
(b) If a road project is not located in the corporate limits
or extraterritorial jurisdiction of a municipality, the road project must meet all applicable construction standards, subdivision requirements, and regulations of each county in which the road project is located.
(c) If the state will maintain and operate the road, the Texas Transportation Commission must approve the plans and specifications of the road project.

Sec. 8005.105. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCE OR RESOLUTION. The district shall comply with all applicable requirements of any ordinance or resolution that is adopted under Section 54.016 or 54.0165 , Water Code, and that consents to the creation of the district or to the inclusion of land in the district.

Sec. 8005.106. DIVISION OF DISTRICT. (a) The district may be divided into two or more districts only if:
(1) the district has no outstanding bonded debt;
(2) the district is not imposing ad valorem taxes; and
(3) the requirements of Subsection (i), as applicable,
are satisfied.
(b) This chapter applies to any new district created by the division of the district, and a new district has all the powers and duties of the district.
(c) A new district created by the division of the district may not, at the time the new district is created, contain any land outside the area described by Section 2 of the Act enacting this chapter.
(d) The board, on its own motion or on receipt of a petition
signed by the owner or owners of a majority of the assessed value of the real property in the district, may adopt an order dividing the district.
(e) The board may adopt an order dividing the district before or after the date the board holds an election under Section 8005.003 to confirm the district's creation.
(f) An order dividing the district shall: (1) name the new district; (2) include the metes and bounds of each new district; (3) appoint temporary directors for each new district; and
(4) provide for the division of assets and liabilities between the district and each new district.
(g) On or before the $30 t h$ day after the date of adoption of an order dividing the district, the district shall file the order with the commission and record the order in the real property records of each county in which the district is located.
(h) A new district created by the division of the district shall hold a confirmation and directors' election as required by Section 8005.003.
(i) If the district is located wholly or partly in the corporate limits or the extraterritorial jurisdiction of a municipality, the district may not divide under this section unless the municipality by resolution or ordinance consents to the division of the district. If the district is not located wholly or partly in the corporate limits or extraterritorial jurisdiction of a municipality, the district may not divide under this section
unless the commissioners court of each county in which the district is wholly or partly located first adopts a resolution or order in support of the division of the district.
(j) Any new district created by the division of the district must hold an election as required by this chapter to obtain voter approval before the district may impose a maintenance tax or issue bonds payable wholly or partly from ad valorem taxes.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
Sec. 8005.151. ELECTIONS REGARDING TAXES OR BONDS. (a) The district may issue, without an election, bonds and other obligations secured by revenue other than ad valorem taxes.
(b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes.
(c) The district may not issue bonds payable from ad valorem taxes to finance a road project unless the issuance is approved by a vote of a two-thirds majority of the district voters voting at an election held for that purpose.

Sec. 8005.152. OPERATION AND MAINTENANCE TAX. (a) If authorized at an election held under Section 8005.151 , the district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, Water Code.
(b) The board shall determine the tax rate. The rate may not exceed the rate approved at the election.

Sec. 8005.153. WATER AND SEWER RATES. Notwithstanding any other law, the district shall establish the same rates for
residential and commercial classes of customers for the provision
of water and sewer services. For purposes of this section, the
commercial class may not include apartment complexes or other
multifamily dwellings.
SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS
Sec. 8005.201. AUTHORITY TO ISSUE BONDS AND OTHER
OBLIGATIONS. The district may issue bonds or other obligations
payable wholly or partly from ad valorem taxes, impact fees,
revenue, contract payments, grants, or other district money, or any
combination of those sources, to pay for any authorized district
purpose.

Sec. 8005.202. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing direct ad valorem tax, without limit as to rate or amount, while all or part of the bonds are outstanding as required and in the manner provided by Sections 54.601 and 54.602, Water Code.

Sec. 8005.203. BONDS FOR ROAD PROJECTS. At the time of issuance, the total principal amount of bonds or other obligations issued or incurred to finance road projects and payable from ad valorem taxes may not exceed one-fourth of the assessed value of the real property in the district.

SECTION 2. The Lakewood Municipal Utility District No. 3 initially includes all the territory contained in the following area:

All bearings, distance and acreages are grid and are referenced to the State Plane Coordinate System, Texas South

10 THENCE S $47^{\circ} 04^{\prime} 28^{\prime \prime} \mathrm{W}$ with the west line of said Rail Road right of
Central Zone, NAD83, U. S. survey feet. Mapping angle is +0154'04" and the scale factor is 0.999915022 .

## TRACT I

BEGINNING at an iron rod with cap marked 'CENTERPOINT ENERGY' found at the northeast corner of a called 102.152 acre tract recorded in Document No. C683627, Deed Records of Harris County, Texas and in the west line of the T.\& N.O. Rail Road right of way (variable width). Said iron rod has a State Plane coordinate value of $N$ : 13895997.02 and $\mathrm{E}: 3210310.99$. way a distance of 926.77 feet to a point for corner.

THENCE continuing with the west line of said Rail Road right of way with the arc of a curve to the left having a chord direction of $\mathrm{S} 35^{\circ}$ 23' 19 W , and a radius of 2451.30 , a distance of 1101.40 feet to a point for corner.

THENCE S $23^{\circ} 06^{\prime} 25^{\prime \prime}$ W with the west line of said Rail Road right of way a distance of 47.01 feet to a $1 / 2$ inch iron rod with cap marked '5502' set from which a 26 ' pine marked 'X' bears North 6.5 feet.

THENCE S 8803'39" W with the north line of a called 304.5696 acre tract recorded in Document No. 20130230098 a distance of 2407.13 feet to an iron rod found with cap marked 'RPLS 4615'. THENCE S $87^{\circ} 58^{\prime} 14^{\prime \prime}$ W with the north line of the said called 304.5696 acre tract and the south line of the herein described tract a distance of 4489.98 feet to a $1 / 2$ inch iron pipe found from which a 28" sweet gum marked 'X' bears N58 ${ }^{\circ} \mathrm{W} 3$ feet. THENCE S 88¹0'16" W with the north line of the said 304.5696 acre
S.B. No. 2277

1 tract a distance of 3159.89 feet to the left bank of the San Jacinto
2 River on the line of mean higher high water.
3 THENCE up the river with its meanders on the line of mean higher
4 high water:
5 N 31² $25^{\prime} 35^{\prime \prime}$ W 84.67 feet;
6 N 15³3'56" W 191.85 feet;
7 N 0438'06" W 258.15 feet;
8 N 1400'39" W 87. 13 feet;
9 N 2054'29" W 155.32 feet;
10 N $26^{\circ} 38^{\prime} 13^{\prime \prime}$ W 215.05 feet;
11 N 3938'48' W 353.07 feet;
12 N 5007'18" W 307.76 feet;
13 N 54² $5^{\prime 2} 26^{\prime \prime}$ W a distance of 278.56 feet to a point for corner at the 14 southwest corner of said called 102.152 acre tract.

15 THENCE N $88^{\circ} 23^{\prime} 12^{\prime \prime}$ E with the south line of the said called 102.152 16 acre tract and the north line of the herein described tract 9551.32 17 feet to an iron rod found with blue cap.

18 THENCE N8753'38"E with the south line said called 102.152 acre 19 tract a distance of 2593.16 feet to $1 / 2$ inch iron rod set with cap 20 marked '5502'.

21 THENCE S $85^{\circ} 24^{\prime} 11^{\prime \prime}$ E with the south line of the said called 102.152 22 acre tract and the north line of the herein described tract a 23 distance of 225.32 feet to the PLACE OF BEGINNING, containing 24394.12 acres of land.

## 25 TRACT II

26 BEGINNING at a $1^{\prime \prime}$ iron pipe found at the most easterly corner of a 27 called 56.50 acre tract recorded in Volume 1458, Page 1 , Deed

1 Records of Harris County, Texas, in the south line of the San Jacinto River Authority East Canal right of way, recorded in Volume 1294, Page 256, Deed Records of Harris County, Texas, and at the most northerly northwest corner of this tract, and having a Texas State Plane coordinate value of $\mathrm{N}: 13902035.22$ and $\mathrm{E}: 3197556.06$. THENCE S $58^{\circ} 23^{\prime} 02^{\prime \prime}$ E with the south line of said San Jacinto River Authority East Canal right of way, and a north line of this tract, a distance of $1,097.21$ feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE continuing with the south line of said San Jacinto River Authority East Canal right of way, and a north line of this tract, with the arc of a curve to the left having a chord direction of $\mathrm{S} 84^{\circ}$ $1^{\prime} 00^{\prime \prime} \mathrm{E}$, a radius of 317.72 , a distance of 298.83 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE N $68^{\circ} 53^{\prime} 20^{\prime \prime}$ E continuing with the south line of said San Jacinto River Authority East Canal right of way, and a north line of this tract a distance of $1,833.89$ feet to a point. THENCE N $72^{\circ} 25^{\prime} 46^{\prime \prime}$ E continuing with the south line of said San Jacinto River Authority East Canal, and a north line of this tract a distance of 567.07 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northwest corner of a called 2.866 acre tract recorded in Harris County Clerk's File E018138.

THENCE $S$ 01 $15^{\prime} 13^{\prime \prime}$ E with the west line of said called 2.866 acre tract a distance of $329.82^{\prime}$ to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southwest corner of said called 2.866 acre tract.

THENCE $N 88^{\circ} 44^{\prime} 57^{\prime \prime}$ E with the south line of said called 2.866 acre
tract, a distance of 330.05 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southeast corner of said called 2.866 acre tract.

THENCE N $01^{\circ} 15^{\prime} 14^{\prime \prime} \mathrm{W}$ with the east line of said called 2.866 acre tract a distance of 426.18 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northeast corner of said called 2.866 acre tract, in the south line of said San Jacinto River Authority East Canal right of way.

THENCE N $72^{\circ} 28^{\prime} 26^{\prime \prime}$ E continuing with the south line of said San Jacinto River Authority East Canal right of way, and a north line of this tract a distance of 312.52 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at a northerly corner of this tract and the northwest corner of Newport Subdivision, Section 4, a subdivision recorded in Volume 206, Page 145, Map Records of Harris County, Texas, from which an iron rod found with cap marked "RUSS AND PARK SURVEYING" bears N $72^{\circ} 29^{\prime} 29^{\prime \prime}$ E a distance of 167.92 feet.

THENCE $S 00^{\circ} 36^{\prime} 34^{\prime \prime}$ E with a west line of said Newport Subdivision, Section 4, and a northerly east line of this tract a distance of $1,261.04$ feet to a $1 / 2$ inch iron rod found at the most westerly southwest corner of said Newport Subdivision, Section 4 .

THENCE N 89 29' 03" E with a south line of said Newport Subdivision, Section 4 and a north line of this tract a distance of 71.96 feet to a $1 / 2$ inch iron rod found at the most southerly northwest corner of a called 9.29 acre tract (Called Tract 6), recorded in Harris County Clerk's File Z 432808.

THENCE $S 18^{\circ} 57^{\prime} 14^{\prime \prime} W$ with the west line of said called 9.29 acre tract, passing the southwest corner of said called 9.29 acre tract
and the northwest corner of a called 4.29 acre tract recorded in File No. T528516, Deed Records of Harris County, Texas, and continuing a total distance of 512.10 feet to $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southwest corner of said called 4.29 acre tract.

THENCE S $48^{\circ} 47^{\prime} 48^{\prime \prime}$ E with the southwest line of said called 4.29 acre tract a distance of 660.77 feet to a $1 / 2$ inch iron rod found at the southeast corner of said called 4.29 acre tract in the west line of Newport Subdivision, Section 2, a subdivision recorded in Volume 195, Page 35, Map Records of Harris County, Texas.
THENCE $S$ 04ㅇ $57^{\prime} 10^{\prime \prime} W$ with the west line of said Newport Subdivision, Section 2, a distance of $1,073.79$ feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set in the south right of way line of Diamondhead Boulevard (100 feet wide right of way) and at an interior corner of this tract.

THENCE with the south right of way line of said Diamondhead Boulevard with the arc of a curve to the left having a chord direction of $N 89^{\circ} 25^{\prime} 20^{\prime \prime} E$, a radius of $2,049.25$, a distance of 560.15 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northwest corner of a called 175.61 acre tract recorded in T528516, Deed Records of Harris County, Texas.

THENCE S $01^{\circ} 23^{\prime} 48^{\prime \prime}$ E with the west line of said called 175.61 acre tract a distance of $2,298.34$ feet to a 60 D nail set at the southwest corner of said called 175.61 acre tract and an interior corner of this tract.

THENCE $N 88^{\circ} 30^{\prime} 12^{\prime \prime}$ E with the south line of said called 175.61 acre tract a distance of $2,983.90$ feet to a $1 / 2$ inch iron rod with cap
marked "SHINE 5502" set at the southeast corner of said called 175.61 acre tract. THENCE with the east line of said called 175.61 acre tract with the arc of a curve to the right having a chord direction of $N 15^{\circ} 16^{\prime} 49^{\prime \prime}$ E, a radius of $2,100.00$ feet, a distance of 366.97 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE N $20^{\circ} 17^{\prime} 11^{\prime \prime}$ E continuing with the east line of said called 175.61 acre tract a distance of 509.92 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE continuing with the east line of said called 175.61 acre tract with the arc of a curve to the right having a chord direction of $N 26^{\circ} 19^{\prime} 31^{\prime \prime}$ E, a radius of $2,100.00$ feet, a distance of 440.98 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE N $32^{\circ} 20^{\prime} 27^{\prime \prime}$ E continuing with the east line of said called 175.61 acre tract a distance of 140.56 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE continuing with the east line of said called 175.61 acre tract with the arc of a curve to the left having a chord direction of N $06^{\circ} 59^{\prime} 15^{\prime \prime} \mathrm{E}$, a radius of 1,200.04 feet, a distance of 949.49 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northeast corner of said called 175.61 acre tract, in the south right of way of said Diamondhead Boulevard.

THENCE $N 75^{\circ} 17$ ' $09^{\prime \prime}$ E with the south right of way line of said Diamondhead Boulevard, and a north line of this tract, a distance of 769.43 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE continuing with the south right of way line of said Diamondhead Boulevard with the arc of a curve to the right having a
chord direction of $N 77^{\circ} 44^{\prime} 32^{\prime \prime}$ E, a radius of $1,951.36$ feet, a distance of 167.12 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northwest corner of Newport Subdivision, Section 8, a subdivision recorded in Volume 288, Page 21, Map Records of Harris County, Texas, and a northeast corner of this tract.

THENCE S 08응 $03^{\prime \prime}$ W with a west line of said Newport Subdivision, Section 8, a distance of 515.74 feet to a $1 / 2$ inch iron rod found. THENCE S $62^{\circ} 25^{\prime} 36^{\prime \prime}$ E continuing with the west line of said Newport Subdivision, Section 8, a distance of 177.89 feet to a $1 / 2$ inch iron rod found.

THENCE S $36^{\circ} 39^{\prime} 06^{\prime \prime}$ E continuing with the west line of said Newport Subdivision, Section 8, a distance of 59.96 feet to a $1 / 2$ inch iron rod found.

THENCE S $58^{\circ} 36^{\prime} 12^{\prime \prime}$ E continuing with the west line of said Newport Subdivision, Section 8, a distance of 96.09 feet to a $1 / 2$ inch iron rod found at a northerly southwest corner of said Newport Subdivision, Section 8.

THENCE $N 88^{\circ} 23^{\prime} 50^{\prime \prime}$ E with a northerly south line of said Newport Subdivision, Section 8, a distance of 51.27 feet to a $1 / 2$ inch iron rod found at the northwest corner of a called 14.1645 acre tract recorded in File No. S031457, Deed Records of Harris County, Texas. THENCE S $02^{\circ} 21^{\prime} 10^{\prime \prime}$ E with the west line of said called 14.1645 acre tract a distance of $1,333.31$ feet to a $1 / 2$ inch iron rod found at the southwest corner of said called 14.1645 acre tract, from which a 42" Sycamore bears $N 44^{\circ}$ E a distance of 36.60 feet, a $12^{\prime \prime}$ corner post with old barbed wire bears $\mathrm{N} 04^{\circ} \mathrm{W}$ a distance of 12.50 feet, and the
north bank of Gum Gully bears South, 26.70 feet. THENCE N $87^{\circ} 37^{\prime} 51^{\prime \prime}$ E with the south line of said called 14.1645 acre tract, passing the southeast corner of said called 14.1645 acre tract and the southwest corner of a called 15.1515 acre tract recorded in File No. 20070632536, Deed Records of Harris County, Texas, a total distance of $1,545.45$ feet to a 60 D Nail found in fence post at the southeast corner of said called 15.1515 acre tract.

9 THENCE N $02^{\circ} 49^{\prime} 23^{\prime \prime}$ W with the west line of said called 15.1515 acre 10 tract a distance of 326.36 feet to a $1 / 2$ inch iron rod with cap 11 marked "SHINE 5502" set at a southwest corner of said Newport 12 Subdivision, Section 8.

13 THENCE N $88^{\circ} 16^{\prime} 59^{\prime \prime}$ E with a south line of said Newport Subdivision, 14 Section 8, and a north line of this tract a distance of 125.02 feet 15 to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

16 THENCE S $75^{\circ} 51^{\prime} 35^{\prime \prime}$ E continuing with a south line of said Newport 17 Subdivision, Section 8 and a north line of this tract a distance of 1883.64 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

19 THENCE with a west line of said Newport Subdivision, Section 8, and an east line of this tract with the arc of a curve to the right having a chord direction of $S 10^{\circ} 15^{\prime} 26^{\prime \prime} \mathrm{W}$, a radius of 250.00 feet, a distance of 162.32 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE continuing with a west line of said Newport Subdivision, Section 8 , and an east line of this tract with the arc of a curve to the left having a chord direction of $S 13^{\circ} 34^{\prime} 14^{\prime \prime} \mathrm{W}$, a radius of 150.00 feet, a distance of 80.05 feet to a $1 / 2$ inch iron rod set with
cap marked "SHINE 5502".
THENCE S 01 $43^{\prime} 01^{\prime \prime}$ E continuing with an east line of said Harris County flood Control District drainage easement, a west line of said Newport Subdivision, Section 8 , and an east line of this tract a distance of 120.00 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE S 09²0' $38^{\prime \prime} \mathrm{W}$ continuing with a west line of said Newport Subdivision, Section 8 , and an east line of this tract a distance of 57.36 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE $S 20^{\circ} 21^{\prime} 57^{\prime \prime} W$ continuing a west line of said Newport Subdivision, Section 8, and an east line of this tract a distance of 165.00 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S $20^{\circ} 24^{\prime} 23^{\prime \prime}$ E continuing with a west line of said Newport Subdivision, Section 8, and an east line of this tract a distance of 381.48 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S $32^{\circ} 47^{\prime} 17^{\prime \prime}$ E continuing with a west line of said Newport Subdivision, Section 8 , and an east line of this tract a distance of 244.44 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at a southwest corner of said Newport Subdivision, Section 8 and an interior corner of this tract. THENCE S $81^{\circ} 16^{\prime} 5^{\prime \prime}$ E with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 195.69 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S $04^{\circ} 41^{\prime} 04^{\prime \prime} W$ continuing with a south line of said Newport Subdivision, section 8 and a north line of this tract a distance of 30.71 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S $85^{\circ} 27^{\prime} 13^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 27.39 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE N 04ㅇ́ $01^{\prime \prime}$ 49" $^{\circ}$ E continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 30.29 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE N $08^{\circ} 43^{\prime} 00^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 207.55 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S $81^{\circ} 16^{\prime} 59^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 100.00 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S 08 ${ }^{\circ} 13^{\prime} 08^{\prime \prime}$ W continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 282.01 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at a southerly corner of said Newport Subdivision, Section 8. THENCE continuing with a south line of said Newport Subdivision, Section 8, a north line of this tract, with the arc of a curve to the left having a chord direction of $N 60^{\circ} 58^{\prime} 25^{\prime \prime} \mathrm{E}$, a radius of 400.00 feet, a distance of 195.69 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE N $46^{\circ} 57^{\prime} 29^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8, and a north line of this tract a distance of 202.17 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract, with the arc of a curve to the right having a chord direction of $N 53^{\circ} 03^{\prime} 29^{\prime \prime} \mathrm{E}$, a radius of 450.00 feet, a distance of 95.82 feet to a point.
S.B. No. 2277

THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract with the arc of a curve to the left having a chord direction of $N 45^{\circ} 33^{\prime} 29^{\prime \prime} E$, a radius of 400.00 feet, a distance of 189.89 feet to a point.

THENCE N $31^{\circ} 57^{\prime} 29^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 228.06 feet to a point.

8 THENCE continuing with a south line of said Newport Subdivision, 9 Section 8 and a north line of this tract, with the arc of a curve to the right having a chord direction of $N 45^{\circ} 27^{\prime} 29^{\prime \prime} \mathrm{E}$, a radius of 500.00 feet, a distance of 235.62 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract, with the arc of a curve to the left having a chord direction of $N 32^{\circ} 42^{\prime} 29^{\prime \prime} \mathrm{E}$, a radius of 300.00 feet, a distance of 274.89 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract with the arc of a curve to the right having a chord direction of $\mathrm{N} 14^{\circ} 31^{\prime} 50^{\prime \prime} \mathrm{E}$, a radius of 500.00 feet, a distance of 140.89 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".
THENCE N $57^{\circ} 42^{\prime} 31^{\prime \prime} \mathrm{W}$ continuing with a south line of said Newport Subdivision, Section 8, and a north line of this tract a distance of 92.28 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE N $32^{\circ} 17^{\prime} 29^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8, and a north line of this tract a distance of
60.00 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE S $57^{\circ} 42^{\prime} 31^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8, and a north line of this tract a distance of 85.49 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502 " set. THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract with the arc of a curve to the right having a chord direction of $N 36^{\circ} 29^{\prime} 38^{\prime \prime} \mathrm{E}$, a radius of 500.00 feet, a distance of 118.64 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".
THENCE N $43^{\circ} 17^{\prime} 29^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, section 8 and a north line of this tract a distance of 374.07 feet to a point.

THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract with the arc of a curve to the right having a chord direction of $N 52^{\circ} 47^{\prime} 29^{\prime \prime} \mathrm{E}$, a radius of 600.00 feet, a distance of 198.97 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".
THENCE N $62^{\circ} 17^{\prime} 29^{\prime \prime}$ E continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract a distance of 68.45 feet to a point. THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract with the arc of a curve to the left having a chord direction of $N 33^{\circ} 14^{\prime} 01^{\prime \prime} \mathrm{E}$, a radius of 139.25 feet, a distance of 141.24 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502". THENCE continuing with a south line of said Newport Subdivision, Section 8 and a north line of this tract with the arc of a curve to
the left having a chord direction of $\mathrm{N} 00^{\circ} 55^{\prime} 12^{\prime \prime} \mathrm{E}$, a radius of 300.00 feet, a distance of 34.09 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southerly southeast corner of said Newport Subdivision, Section 8 and in the west line of The City of Crosby Town Site, recorded in Volume 7, Page 26, Deed Records of Harris County, Texas, also being the west line of a tract of land referenced as "Tract 1" and "Tract 2" recorded in File No. W314743, Deed Records of Harris County, Texas.

THENCE S $02^{\circ} 45^{\prime} 41^{\prime \prime}$ E with a west line of said City of Crosby Town Site, the west line of said called "Tract 1" and "Tract 2", and an east line of this tract a distance of 229.20 feet to a point in the centerline of Jackson Bayou.

THENCE with a south line of said City of Crosby Town Site, a south line of said called "Tract 1" and "Tract 2", a north line of this tract, along the centerline of said Jackson Bayou the following bearings and distances:


N $26^{\circ} 13^{\prime} 09^{\prime \prime} \mathrm{E}$
S $17^{\circ} 27^{\prime} 48^{\prime \prime} \mathrm{E}$
43.70 feet
44.35 feet

THENCE S $04^{\circ} 37^{\prime}$ 07" E continuing with a south line of said City of Crosby Town Site, a south line of said called "Tract 1" and "Tract 2", a north line of this tract, along the centerline of said Jackson Bayou, passing the southerly southeast corner of said called "Tract $1 "$ and "Tract 2 ", and continuing a total distance of 90.52 feet to a point.

THENCE continuing with a south line of said City of Crosby Town Site, a north line of this tract, along the centerline of said Jackson Bayou the following bearings and distances:

| S $31^{\circ} 33^{\prime} 28^{\prime \prime} \mathrm{E}$ | 19.00 feet |
| :--- | :--- |
| S $89^{\circ} 42^{\prime} 03^{\prime \prime} \mathrm{E}$ | 32.70 feet |
| S $65^{\circ} 08^{\prime} 41^{\prime \prime} \mathrm{E}$ | 86.19 feet |

THENCE S $82^{\circ} 49^{\prime} 14^{\prime \prime}$ E continuing with a south line of said City of Crosby Town Site, a north line of this tract, along the centerline of said Jackson Bayou a distance of 54.91 feet to a point at the most easterly northeast corner of this tract and the northwest corner of a called 7.6429 acre tract recorded in File No. E429933, Deed Records of Harris County, Texas.

THENCE $S 16^{\circ} 01^{\prime} 51^{\prime \prime}$ E with the west line of said called 7.6429 acre tract and the most easterly east line of this tract, at a distance of 56.24 feet pass a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set for reference, from which an iron rod with cap marked "PRECISION SURVEYORS" found at the northeast corner of Lot 1, Block 3, said City of Crosby Town Site bears N $19^{\circ} 38^{\prime} 01^{\prime \prime}$ E a distance of 409.41 feet, an iron rod with cap marked "PRECISION SURVEYORS found in the
S.B. No. 2277
east line of said Lot 1, Block 3 , City of Crosby Town Site bears $N$ $85^{\circ} 43^{\prime} 47^{\prime \prime} \mathrm{E}$ a distance of 471.48 feet, and continuing a total distance of 781.81 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southwest corner of said called 7.6429 acre tract, in the north right of way of T. \& N. O. Railroad, a variable width right of way, and at the most easterly southeast corner of this tract.

THENCE S $46^{\circ} 52^{\prime} 02^{\prime \prime} \mathrm{W}$ with the most easterly east line of this tract and the west right of way line of said T. \& N. O. Railroad, a distance of $1,876.95$ feet to a 1 " iron pipe found in the north line of a called 102.152 acre tract (Tract 2), recorded in File No. C683627, Deed Records of Harris County, Texas, and at the southeast corner of this tract, from which an iron rod found with cap marked "CENTERPOINT ENERGY" found at the northeast corner of herein described Tract I bears S $46^{\circ} 45^{\prime} 17^{\prime \prime} \mathrm{W}$, a distance of 556.58 feet.

THENCE S $87^{\circ} 53^{\prime} 52^{\prime \prime}$ W with the north line of said called 102.152 acre tract and the south line of this tract a distance of $2,233.36$ feet to a $1 / 4$ inch iron rod found at the southeast corner of a called 21.234 acre tract recorded in File No. G553519, Deed Records of Harris County, Texas, and a southwest corner of this tract from which a found $1^{\prime \prime}$ iron pipe bears $S 7^{\circ} 53^{\prime} 43^{\prime \prime} \mathrm{W}$, a distance of 999.06 feet.

THENCE N $01^{\circ} 06^{\prime} 07^{\prime \prime}$ W with the east line of said called 21.234 acre tract and a west line of this tract, passing the southeast corner of a called 0.116 acre tract recorded in File No. P220412, Deed Records of Harris County, Texas, a total distance of 308.90 feet to

1 a $1 / 2$ inch iron rod with cap marked "SHINE 5502 " set at the northeast corner of said called 0.116 acre tract recorded in File No. P220412, and an interior corner of this tract.
THENCE N $81^{\circ} 29^{\prime} 07^{\prime \prime} \mathrm{W}$ with the north line of said called 0.116 acre tract recorded in File No. P220412, and a south line of this tract, at a distance of 100.00 feet pass the northwest corner of said called 0.116 acre tract and the northeast corner of a called 0.116 acre tract recorded in File No. R256220, Deed Records of Harris County, Texas, at a distance of 200.00 feet pass the northwest corner of said called 0.116 acre tract recorded in File No. R256220 and the northeast corner of a called 0.1164 acre tract recorded in File No. S300312, Deed Records of Harris County, Texas, at a distance of 300.00 feet pass the northwest corner of said called 0.1164 acre tract recorded in File No. S300312 and the northeast corner of a called 0.116 acre tract recorded in File No. R304758, Deed Records of Harris County, Texas, at a distance of 400.00 feet, pass the northwest corner of said called 0.116 acre tract recorded in File No. R304758 and the northeast corner of a called 0.116 acre tract recorded in File No. P254365, Deed Records of Harris County, Texas, at a distance of 500.00 feet pass the northwest corner of said called 0.116 acre tract recorded in File No. P254365 and a northeast corner of said called 21.234 acre tract, continuing along a north line of said called 21.234 acre tract and a south line of this tract a total distance of 529.21 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE N $51^{\circ} 33^{\prime} 28^{\prime \prime} \mathrm{W}$ a distance of 799.95 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northwest corner of said
S.B. No. 2277
called 21.234 acre tract and at an interior corner of this tract. THENCE S $25^{\circ} 27^{\prime} 04^{\prime \prime} \mathrm{W}$ with the west line of said called 21.234 acre tract and an east line of this tract, a distance of 528.15 feet to a 1/2 inch iron rod with cap marked "SHINE 5502" set at the northwest corner of a called 2.1614 acre tract recorded in File No. K076581, Deed Records of Harris County, Texas.

THENCE N $65^{\circ} 59^{\prime} 23^{\prime \prime} \mathrm{W}$ with a north line of said called 2.1614 acre tract and a northerly south line of this tract, a distance of 929.77 feet to a found iron rod with cap marked "RPLS 4615".

THENCE continuing with the north line of said called 2.1614 acre tract and a northerly south line of this tract with the arc of a curve to the left having a chord direction of $N 85^{\circ} 42^{\prime} 42^{\prime \prime} \mathrm{W}$, a radius of 509.50 feet, a distance of 238.49 feet to a found iron rod with cap marked "RPLS 4615".

THENCE S $74^{\circ} 30^{\prime} 20^{\prime \prime}$ W continuing with the north line of said called 2.1614 acre tract and a northerly south line of this tract a distance of 417.76 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northwest corner of said called 2.1614 acre tract and an interior corner of this tract.
THENCE S $15^{\circ} 29^{\prime} 23^{\prime \prime}$ E with the west line of said called 2.1614 tract and an east line of this tract a distance of 60.00 feet to an iron rod with cap marked "RPLS 4615" found at the southwest corner of said called 2.1614 acre tract.

THENCE N $74^{\circ} 30^{\prime} 26^{\prime \prime}$ E with the south line of said called 2.1614 acre tract and a southerly north line of this tract a distance of 418.00 feet to a found iron rod with cap marked "RPLS 4615". THENCE continuing with the south line of said called 2.1614 acre
tract and a southerly north line of this tract with the arc of a curve to the right having a chord direction of $S 83^{\circ} 40^{\prime} 53^{\prime \prime} \mathrm{E}, \mathrm{a}$ radius of 595.34 feet, a distance of 196.44 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE S $65^{\circ} 59^{\prime} 23^{\prime \prime}$ E continuing with the south line of said called 2.164 acre tract and a southerly north line of this tract a distance of 927.30 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southeast corner of said called 2.1614 acre tract in the west line of said called 21.234 acre tract.

THENCE S $25^{\circ} 16^{\prime} 50^{\prime \prime}$ W with the west line of said called 21.234 acre tract and an east line of this tract, a distance of 441.83 feet to an iron rod with cap marked "RPLS 4615" found at the southwest corner of said called 21.234 acre tract, in the north line of said called 102.152 acre tract and at a southeast corner of this tract, from which a found $1^{\prime \prime}$ iron pipe bears $\mathrm{N} 88^{\circ} 29^{\prime} 40^{\prime \prime} \mathrm{E}$, a distance of 600.63 feet.

THENCE S $88^{\circ} 21^{\prime} 40^{\prime \prime}$ W with a south line of this tract and the north line of said called 102.152 acre tract, at a distance of $7,048.87$ feet, pass a found $3 / 4^{\prime \prime}$ iron rod and continue a total distance of 7,133.88 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southeast corner of a called 1 acre tract recorded in File No. H076771, Deed Records of Harris County, Texas.

THENCE $N 01^{\circ} 38^{\prime} 26^{\prime \prime} \mathrm{W}$ with a west line of this tract and the east line of said called 1 acre tract, a distance of 208.71 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northeast corner of said called 1 acre tract.

THENCE $S 88^{\circ} 21^{\prime} 40^{\prime \prime} W$ with a south line of this tract and the north
line of said called 1 acre tract, a distance of 208.71 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northwest corner of said called 1 acre tract.

THENCE S $01^{\circ} 38^{\prime} 26^{\prime \prime}$ E with an east line of this tract and the west line of said called 1 acre tract, a distance of 208.71 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southwest corner of said called 1 acre tract, in the north line of said called 102.152 acre tract.

THENCE S $88^{\circ} 21^{\prime} 40^{\prime \prime}$ W with a south line of this tract and the north line of said called 102.152 acre tract, a distance of $2,021.97$ feet to the line of mean higher high water on the San Jacinto River. THENCE meandering the line of mean higher high water along the left bank of the San Jacinto River, the following bearings and distances:

| N 53039' $19^{\prime \prime} \mathrm{W}$ | 446.94 feet |
| :---: | :---: |
| N 59 ${ }^{\circ} 28^{\prime} 06^{\prime \prime} \mathrm{W}$ | 369.78 feet |
| N 32 ${ }^{\circ} 15^{\prime}$ 28" W | 88.34 feet |
| N 50 ${ }^{\circ} 54^{\prime} 05^{\prime \prime} \mathrm{W}$ | 129.34 feet |
| N 430 $04^{\prime} 40^{\prime \prime} \mathrm{W}$ | 188.13 feet |
| N 450 $19^{\prime} 17{ }^{\prime \prime}$ W | 78.88 feet |
| N $27^{\circ} 03^{\prime} 34^{\prime \prime} \mathrm{W}$ | 250.17 feet |
| N $13^{\circ} 49^{\prime} 11{ }^{\prime \prime} \mathrm{W}$ | 192.54 feet |
| N $13^{\circ} 56^{\prime} 26^{\prime \prime} \mathrm{W}$ | 103.14 feet |
| N 00* 46' $29^{\prime \prime} \mathrm{E}$ | 503.45 feet |
| N $03^{\circ} 28^{\prime} 48^{\prime \prime} \mathrm{E}$ | 224.28 feet |
| N 030 58' 09" E | 246.51 feet |
| N01*50'57" E | 180.18 feet |



THENCE N $32^{\circ} 33^{\prime} 43^{\prime \prime} \mathrm{W}$ continuing along the line of mean higher high water on the left bank of the San Jacinto River, a distance of 117.10 feet to a point at the southwest corner of said called 56.50 acre tract and a southerly northwest corner of this tract.

THENCE N $59^{\circ} 33^{\prime} 11^{\prime \prime}$ E with the south line of said called 56.50 acre tract and a north line of this tract, a distance of 834.87 feet to a $1 "$ iron pipe found at the southeast corner of said called 56.50 acre tract and an interior corner of this tract.

THENCE N $22^{\circ} 44^{\prime} 35^{\prime \prime}$ E with the southerly east line of said called 56.50 acre tract and a northerly west line of this tract, a distance of $1,342.07$ feet to the PLACE OF BEGINNING, containing 991.55 acres.

TRACT III
BEGINNING at a $1^{\prime \prime}$ iron pipe found in the south line of the Absalom Reeves Survey, Abstract 60, and the north line of said Abstract 838, in the west line of a called 167.305 acre tract recorded in File

No. 2010010605, Deed Records of Harris county, Texas, at the southeast corner of a called 60.0765 acre tract recorded in file No. U922164, Deed Records of Harris county, Texas, and at the northeast corner of this tract. Said $1^{\prime \prime}$ iron pipe has a Texas state Plane coordinate value of $N: 13910927.97$ and $E: 3206944.66$.
 said called 167.305 acre tract and the east line of this tract, a distance of $1,434.17$ feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southwest corner of said 167.305 acre tract. THENCE $S 87^{\circ} 47^{\prime} 10^{\prime \prime}$ E with the south line of said called 167.305 acre tract and a north line of this tract, a distance of 51.63 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set in the north right of way of Diamondhead Boulevard North, (100 feet wide R.O.W.), at the northwest corner of Newport Subdivision, Section 10, a subdivision recorded in Volume 220, Page 76, Map Records of Harris County, Texas.

THENCE $S 02^{\circ} 12^{\prime} 50^{\prime \prime} W$ with a west line of said Section 10 and an east line of this tract, a distance of 100.00 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set in the south right of way line of said Diamondhead Boulevard North, at a northerly southwest corner of said Section 10 .

THENCE $S 87^{\circ} 47^{\prime} 10^{\prime \prime}$ E with the south right of way line of said Diamondhead Boulevard North, a northerly south line of said Section 10, and a north line of this tract, a distance of 37.06 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the intersection of the south right of way line of said Diamondhead Boulevard North, and the west right of way line of Golf Club Drive ( 100 feet wide
R.O.W.) in a west line of said Section 10 . THENCE $S 42^{\circ} 47^{\prime} 10^{\prime \prime} E$ with the west right of way of said Golf club Drive, the west line of said Section 10 and the east line of this tract, a distance of 14.14 feet to a $1 / 2$ inch iron rod with cap set marked "SHINE 5502".

THENCE $S$ 0107' $10^{\prime \prime}$ E continuing with the west right of way of said Golf Club Drive, the west line of said Section 10 and the east line of this tract, a distance of 183.64 feet to a $1 / 2$ inch iron rod with cap set marked "SHINE 5502". THENCE continuing with the west right of way of said Golf club Drive, the west line of said Section 10 and the east line of this tract, with the arc of a curve to the right having a radius of $1,950.00$ feet and a central angle of $20^{\circ} 00^{\prime} 00^{\prime \prime}$, a distance of 680.68 feet to a $1 / 2$ inch iron rod with cap set marked "SHINE 5502". THENCE $S 22^{\circ} 12^{\prime} 50^{\prime \prime} W$ continuing with the west right of way of said Golf Club Drive, the west line of said Section 10 and the east line of this tract, a distance of 660.85 feet to a $1 / 2$ inch iron rod with cap set marked "SHINE 5502". THENCE continuing with the west right of way of said Golf club Drive, the west line of said Section 10 and the east line of this tract, with the arc of a curve to the left having a radius of 3,050.00 feet and a central angle of $45^{\circ} 06^{\prime} 00^{\prime \prime}$, a distance of $2,400.79$ feet to a $1 / 2$ inch iron rod with cap set marked "SHINE 5502".

THENCE $S 22^{\circ} 57^{\prime} 10^{\prime \prime}$ E continuing with the west right of way of said Golf Club Drive, the west line of said Section 10 and the east line of this tract, a distance of 714.81 feet to a $1 / 2$ inch iron rod with
cap marked "SHINE 5502" set at the northeast corner of a called 3. 3685 acre tract recorded in File No. N409807, Deed Records of Harris County, Texas, and the most easterly southeast corner of 4 this tract.

5 THENCE $S 74^{\circ} 57^{\prime} 26^{\prime \prime}$ W with the north line of said called 3.3685 acre 6 tract and a south line of this tract, a distance of 170.16 feet to a $71 / 2$ inch iron rod with cap set marked "SHINE 5502".

8 THENCE $S 38^{\circ} 21^{\prime} 36^{\prime \prime}$ W continuing with the north line of said called 93.3685 acre tract and a south line of this tract, a distance of 10375.28 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set 11 at the southerly northeast corner of a called 53.17 acre tract 12 recorded in File No. U652009, Deed Records of Harris County, Texas, 13 and a southeast corner of this tract, from which a $1 / 2$ inch iron rod 14 found at the southeast corner of said called 53.17 acre tract and 15 the southwest corner of said called 3.3685 acre tract bears $s 38^{\circ} 21^{\prime}$ $1638^{\prime \prime} W$, a distance of 10.86 feet.

17 THENCE N $75^{\circ} 29^{\prime} 31^{\prime \prime}$ w with a southerly north line of said called 1853.17 acre tract and a south line of this tract, a distance of 19577.95 feet to an iron rod with cap marked "TERRA SURVEYING" found 20 at a southerly northeast corner of said called 53.17 acre tract, and 21 an interior corner of this tract.

22 THENCE N $05^{\circ} 37^{\prime} 30^{\prime \prime}$ E with the east line of said called 53.17 acre 23 tract and a west line of this tract, a distance of 480.74 feet to an 24 iron rod found with cap marked "TERRA SURVEYING".

25 THENCE $N 08^{\circ} 08^{\prime} 01^{\prime \prime}$ E continuing with the east line of said called 2653.17 acre tract and a west line of this tract, a distance of 825.65

27 feet to an iron rod found with cap marked "TERRA SURVEYING".
S.B. No. 2277

THENCE continuing with the east line of said called 53.17 acre tract and a west line of this tract, with the arc of a curve to the left having a radius of 250.61 feet and a central angle of $98^{\circ} 17^{\prime} 48^{\prime \prime}, a$ distance of 429.95 feet to an iron rod with cap marked "TERRA SURVEYING" found at the northeast corner of said called 53.17 acre tract.

THENCE N $89^{\circ} 04^{\prime} 41^{\prime \prime}$ W with the north line of said called 53.17 acre tract and a south line of this tract, a distance of 407.72 feet to an iron rod found with cap marked "TERRA SURVEYING".

THENCE $S 74^{\circ} 12^{\prime} 35^{\prime \prime} W$ continuing with the north line of said called 53.17 acre tract and a south line of this tract, a distance of 412.92 feet to an iron rod found with cap marked "TERRA SURVEYING". THENCE $S 71^{\circ} 17^{\prime} 47^{\prime \prime} W$ continuing with the north line of said called 53.17 acre tract and a south line of this tract, a distance of 313.23 feet to an iron rod found with cap marked "TERRA SURVEYING". THENCE S $64^{\circ} 30^{\prime} 39^{\prime \prime}$ W continuing with the north line of said called 53.17 acre tract and a south line of this tract, a distance of 250.16 feet to an iron rod with cap marked "TERRA SURVEYING" found at the northwest corner of said called 53.17 acre tract and an interior corner of this tract. THENCE $S ~ 30^{\circ} 45^{\prime} 58^{\prime \prime} W$ with the west line of said called 53.17 acre tract and an east line of this tract, a distance of 938.35 feet to an iron rod found with cap marked "TERRA SURVEYING" from which a $1 / 4$ inch iron pipe found in the south line of said called 53.17 acre tract and the north line of The San Jacinto River Authority East Canal tract, recorded in Volume 1294, Page 256, Deed Records of Harris County, Texas bears $576^{\circ} 55^{\prime} 49^{\prime \prime}$ E a distance of 700.71 feet.

1 THENCE $S 38^{\circ} 36^{\prime} 07^{\prime \prime}$ E continuing with the west line of said called 53.17 acre tract and an east line of this tract, a distance of 330.48 feet to an iron rod found with cap marked "TERRA SURVEYING". THENCE S $50^{\circ} 28^{\prime} 00^{\prime \prime} \mathrm{W}$ continuing with the west line of said called 53.17 acre tract and an east line of this tract, a distance of 392.70 feet to an iron rod found with cap marked "TERRA SURVEYING". THENCE S $34^{\circ} 53^{\prime} 53^{\prime \prime} \mathrm{E}$ continuing with the west line of said called 53.17 acre tract and an east line of this tract, a distance of 54.47 feet to an iron rod with cap marked "TERRA SURVEYING" found at the southwest corner of said called 53.17 acre tract, in a north line of Horizon Drive, a dedicated public road in Newport Subdivision, Section 4, a subdivision recorded in Volume 198, Page 53, Map Records of Harris County, Texas, and at a southeast corner of this tract, from which a $1 / 4$ inch iron pipe found in the south line of said called 53.17 acre tract and the north line of said East Canal tract bears $\mathrm{N} 51^{\circ} 21^{\prime} 56^{\prime \prime} \mathrm{E}$ a distance of 512.15'. THENCE S 51²1'08" W along a north line of said Section 4, a north line of said San Jacinto River Authority East Canal Tract, and a south line of this tract, at a distance of 51.71 feet pass a northwest corner of said Horizon Drive and Section 4 and continuing a total distance of 605.52 feet to a 1 " iron pipe found.

THENCE continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, with the arc of a curve to the left having a radius of 415.36 feet and a central angle of $17^{\circ} 54^{\prime} 23^{\prime \prime}$, a distance of 129.81 feet to a $1 / 2$ inch iron pipe found.

THENCE $S ~ 32^{\circ} 37^{\prime} 00 \mathrm{~W}$ continuing along a north line of said San

Jacinto River Authority East Canal and a south line of this tract a distance of $1,291.52$ feet to a $1 / 4$ inch iron pipe found. THENCE continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, with the arc of a curve to the right having a radius of 174.95 feet and a central angle of $39^{\circ} 20^{\prime} 42^{\prime \prime}$, a distance of 174.95 feet to a 1 inch iron pipe found.

THENCE $S 72^{\circ} 28^{\prime} 08^{\prime \prime} W$ continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, a distance of $2,448.06$ feet to a $1 / 4$ inch iron pipe found. THENCE continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, with the arc of a curve to the left having a radius of 333.37 feet and a central angle of $04^{\circ} 24^{\prime} 34^{\prime \prime}$, a distance of 25.66 feet to a $1 / 4$ inch iron pipe found.
THENCE $S 68^{\circ} 53^{\prime} 17^{\prime \prime} W$ continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, a distance of $1,832.09$ feet to a $1 / 4$ inch iron pipe found.
THENCE continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, with the arc of a curve to the right having a radius of 144.47 feet and a central angle of $53^{\circ} 20^{\prime} 4^{\prime \prime}$, a distance of 134.51 feet to a $1 / 4^{\prime \prime}$ iron pipe found.

THENCE N $57^{\circ} 13^{\prime} 44^{\prime \prime} \mathrm{W}$ continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, a distance of $1,587.58$ feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

1 THENCE continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, with the arc of a curve to the left having a radius of 402.67 feet and a central angle of $30^{\circ} 10^{\prime} 09^{\prime \prime}$, a distance of 212.03 feet to a $1 / 2$ inch iron rod set with cap marked "SHINE 5502".

THENCE N $87^{\circ} 29^{\prime} 31^{\prime \prime} \mathrm{W}$ continuing along a north line of said San Jacinto River Authority East Canal and a south line of this tract, a distance of 224.45 feet to a $1 / 2$ inch iron rod found at an interior corner of said San Jacinto River Authority East Canal and an interior corner of this tract. THENCE along an east line of said San Jacinto River Authority East Canal and a west line of this tract, with the arc of a curve to the right having a radius of 133.99 feet and a central angle of $63^{\circ} 17^{\prime}$ 53", a distance of 148.03 feet to a $1 / 2$ inch iron rod found in the north line of said Humphrey Jackson Survey, Abstract 37 and the south line of said William Wilson Survey, Abstract 838.

THENCE N $24^{\circ} 23^{\prime} 35^{\prime \prime} \mathrm{W}$ along an east line of said San Jacinto River Authority East Canal and a west line of this tract, a distance of 375.95 feet to a 1 " iron pipe found.

THENCE continuing along an east line of said San Jacinto River Authority East Canal and a west line of this tract, with the arc of a curve to the right having a radius of 174.87 feet and a central angle of $37^{\circ} 53^{\prime} 54^{\prime \prime}$, a distance of 115.67 feet to a $1 / 4^{\prime \prime}$ iron pipe found.

THENCE $N 14^{\circ} 24^{\prime} 42^{\prime \prime}$ E continuing along an east line of said San Jacinto River Authority East Canal and a west line of this tract, a distance of 74.82 feet to a $1 / 4$ " iron pipe found.
S.B. No. 2277

THENCE continuing along an east line of said San Jacinto River Authority East Canal and a west line of this tract, with the arc of a curve to the right having a radius of 661.43 feet and a central angle of $07^{\circ} 01^{\prime} 58^{\prime \prime}$, a distance of 81.19 feet to a $1 / 4^{\prime \prime}$ iron pipe found.

THENCE N $12^{\circ} 17^{\prime} 19^{\prime \prime}$ E continuing along the east line of said San Jacinto River Authority East Canal and a west line of this tract, a distance of 436.82 feet to a 5/8" iron rod found at a northeast corner of said San Jacinto River Authority East Canal, in the south line of a called 39.88 acre tract recorded in File No. T525349, Deed Records of Harris County, Texas and at an interior corner of this tract, from which a $1 / 4$ " iron pipe found in a north line of said San Jacinto River Authority East Canal tract and the south line of said called 39.88 acre tract bears $N 77^{\circ} 36^{\prime} 49^{\prime \prime} \mathrm{W}$, a distance of 621.39 feet.

THENCE S $77^{\circ} 42^{\prime} 29^{\prime \prime}$ E with the south line of said called 39.88 acre tract and a north line of this tract, a distance of 294.05 feet to a $5 / 8^{\prime \prime}$ iron rod found at the southeast corner of said called 39.88 acre tract.

THENCE N $09^{\circ} 4^{\prime} 6^{\prime \prime}$ E with the east line of said called 39.88 acre tract and a west line of this tract, a distance of 950.00 feet to a $1 / 2^{\prime \prime}$ iron rod found.

THENCE N $10^{\circ} 53^{\prime} 20^{\prime \prime}$ W continuing with the east line of said called 39.88 acre tract, and the west line of this tract, a distance of 394.97 feet to a $1 / 2^{\prime \prime}$ iron rod found at the northeast corner of said called 39.88 acre tract.

THENCE $N 80^{\circ} 21^{\prime} 03^{\prime \prime} W$ with the north line of said called 39.88 acre
tract and a south line of this tract, a distance of $1,359.57$ feet to a point in an east line of called 589.27 acre tract (Lake Houston) recorded in Volume 1458, Page 1, and a west line of this tract. Volume 1458, Page 1 describes this point as being the waterline of the proposed reservoir when at normal pool level at elevation 44.5 feet above mean sea level.

THENCE with the west line of this tract and an east line of said called 589.27 acre tract (Lake Houston), the following bearings and distances:

| $\mathrm{N} 30^{\circ} 53^{\prime} 29^{\prime \prime} \mathrm{E}$ | 376.74 feet |
| :--- | :--- |
| $\mathrm{N} 21^{\circ} 32^{\prime} 39^{\prime \prime} \mathrm{E}$ | 300.00 feet |
| $\mathrm{N} 06^{\circ} 45^{\prime} 39^{\prime \prime} \mathrm{E}$ | 864.00 feet |
| $\mathrm{N} 19^{\circ} 56^{\prime} 19^{\prime \prime} \mathrm{W}$ | 882.88 feet |
| $\mathrm{N} 07^{\circ} 44^{\prime} 21^{\prime \prime} W$ | 184.00 feet |

THENCE $N 52^{\circ} 28^{\prime} 21^{\prime \prime}$ W continuing with the west line of this tract and the east line of said called 589.27 acre tract (Lake Houston), a distance of 508.00 feet to a point from which a $12^{\prime \prime} \times 12^{\prime \prime}$ concrete monument found with Aluminum Disc marked "Corp of Engineers U.S. Boundary Mark SL-1 Y1977' bears N $25^{\circ} 14^{\prime} 05^{\prime \prime} \mathrm{W}$ a distance of 59.32 feet. Said concrete monument has a State Plane coordinate value of $\mathrm{N}: 13907978.68$ and $\mathrm{E}: 3195354.41$

THENCE continuing with the west line of this tract and an east line of said called 589.27 acre tract (Lake Houston), the following bearings and distances:

$$
\begin{array}{ll}
\mathrm{N} 65^{\circ} 40^{\prime} 21^{\prime \prime} \mathrm{W} & 422.00 \text { feet } \\
\mathrm{N} 80^{\circ} 22^{\prime} 21^{\prime \prime} \mathrm{W} & 300.00 \text { feet } \\
\mathrm{N} 62^{\circ} 47^{\prime} 53^{\prime \prime} \mathrm{W} & 641.05 \text { feet }
\end{array}
$$

| N 60 $37^{\prime} 21^{\prime \prime} \mathrm{W}$ | 600.00 feet |
| :---: | :---: |
| N 880 $15^{\prime}$ 21" W | 540.00 feet |
| S 84* ${ }^{\circ}{ }^{\prime}$ 39"W | 568.00 feet |
| S 690 $42^{\prime}{ }^{\prime \prime} 54^{\prime \prime}$ W | 633.02 feet |
| S $83^{\circ} 28^{\prime} 39^{\prime \prime} \mathrm{W}$ | 332.00 feet |
| N $77^{\circ} 42^{\prime} 21^{\prime \prime} \mathrm{W}$ | 270.00 feet |
| N $13^{\circ} 14^{\prime} 21^{\prime \prime}$ W | 739.00 feet |
| N $28^{\circ} 22^{\prime} 21^{\prime \prime}$ W | 402.00 feet |

THENCE N $21^{\circ} 29^{\prime} 39^{\prime \prime}$ E continuing with the west line of this tract and an east line of said called 589.27 acre tract (Lake Houston), a distance of 394.76 feet to a point in the south line of Lake Shadows Section Four, a subdivision recorded in File No. D620201, Map Records of Harris County, Texas, and at the northwest corner of this tract.

THENCE $N 86^{\circ} 32^{\prime} 15^{\prime \prime} E$ with the south line of said Lake Shadows Section Four and the north line of this tract, at a distance of 204.97 feet pass a $1 / 2^{\prime \prime}$ iron rod found, and continuing a total distance of 689.12 feet to a point in a concrete slab at the southeast corner of said Lake Shadows Section Four, the southwest corner of a called 447.0498 acre tract recorded in file No. D759681, Deed Records of Harris County, Texas, and an interior corner of this tract from which a $1 / 2$ " iron rod with cap marked "SHINE 5502" set for reference bears S 04 44' 22" W a distance of 1.88 feet, a $1^{\prime \prime}$ iron pipe found bears $N 79^{\circ} 27^{\prime} 48^{\prime \prime} \mathrm{E}$ a distance of 101.22 feet, and a $1 / 2^{\prime \prime}$ iron rod found in the east line of said Lake Shadows Section Four bears $\mathrm{N} 33^{\circ} 33^{\prime} 38^{\prime \prime}$ E a distance of 254.84 feet. THENCE N $86^{\circ} 43^{\prime} 31^{\prime \prime}$ E with the south line of said called 447.0498
acre tract and a north line of this tract, a distance of 10,942.13 feet to a $1 / 2$ inch iron rod next to a 4 "x6" fence post found at the southeast corner of said called 447.0498 acre tract and an interior corner of this tract.

THENCE N $02^{\circ} 07^{\prime} 50^{\prime \prime} W$ with the east line of said called 447.0498 acre tract and a northerly west line of this tract a distance of 26.79 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southwest corner of a called 0.1148 acre tract recorded in file No. T653706, Deed Records of Harris county, Texas and a northwest corner of this tract.

THENCE N $87^{\circ} 22^{\prime} 21^{\prime \prime}$ E with the south line of said called 0.1148 acre tract and a north line of this tract, at a distance of 50.02 feet pass the southeast corner of said called 0.1148 acre tract recorded in File No. T653706 and the southwest corner of a called 0.1148 acre tract recorded in File No. T702499, Deed Records of Harris County, Texas, at a distance of 100.02 feet, pass the southeast corner of said called 0.1148 acre tract recorded in File No. T702499 and the southwest corner of a called 0.1148 acre tract recorded in file No. T643967, at a distance of 150.02 feet pass the southeast corner of said called 0.1148 acre tract recorded in File No. T643967 and the southwest corner of a called 0.1148 acre tract recorded in file No. T491404, Deed Records of Harris County, Texas, at a distance of 200.02 feet pass the southeast corner of said called 0.1148 acre tract recorded in File No. T491404 and the southwest corner of a called 0.1148 acre tract recorded in File No. T526225, Deed Records of Harris county, Texas, and continuing a total distance of 250.02 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the southeast corner of said called 0.1148 acre tract recorded in File No. T526225 and an interior corner of this tract. THENCE N $02^{\circ} 37^{\prime} 39^{\prime \prime} W$ with the east line of said called 0.1148 acre tract recorded in File No. T526225 and a west line of this tract, a distance of 100.00 feet to a $1 / 2$ inch iron rod with cap marked "SHINE 5502" set at the northeast corner of said called 0.1148 acre tract recorded in File No. T526225, in the south line of a called 5.00 acre tract recorded in File No. T684273, Deed Records of Harris County, Texas, in the South line of the Hannah Nash Survey, Abstract 599, in the north line of said Abstract 838, and at a northwest corner of this tract.

THENCE N $87^{\circ} 02^{\prime} 53^{\prime \prime}$ E with the south line of said Abstract 599, the north line of said Abstract 838 , the south line of said called 5.00 acre tract and the north line of this tract a distance of 316.67 feet to a $1 / 2$ inch iron rod found at the southeast corner of said Abstract 599, the southwest corner of said Abstract 60, the southeast corner of said called 5.00 acre tract and the southwest corner of a called 45 acre tract recorded in File No. 20080119197, Deed Records of Harris County, Texas. THENCE $N 87^{\circ} 24^{\prime} 37^{\prime \prime} E$ with the south line of said called 45 acre tract, the south line of said Abstract 60 , the north line of said Abstract 838 and the north line of this tract, a distance of 986.97 feet to a $1 / 2$ inch iron rod found at the southeast corner of said called 45 acre tract, the southwest corner of a called 8.39 acre tract recorded in File No. 20070675831, Deed Records of Harris County, Texas, and a northerly corner of this tract. THENCE N $87^{\circ} 48^{\prime} 26^{\prime \prime}$ E with the south line of said 8.339 acre tract,
the south line of said Abstract 60, the north line of said Abstract 838 and the north line of this tract, at a distance of 150.00 feet pass the southeast corner of said called 8.39 acre tract and the southwest corner of a called 11.675 acre tract recorded in File No. 20070675831, Deed Records of Harris County, Texas, and continuing a total distance of 359.69 feet to a $1 / 2$ inch iron rod found at the southeast corner of said called 11.675 acre tract and the southwest corner of a called 155.76 acre tract recorded in Volume 438, Page 236, Deed Records of Harris County, Texas.

THENCE N $87^{\circ} 20^{\prime} 09^{\prime \prime}$ E with the south line of said Abstract 60 , the north line of said Abstract 838 , the south line of said called 155.76 acre tract and the north line of this tract, a distance of 682.33 feet to a $1 / 2$ inch iron rod found next to a 8 "x8" square fence post at the southeast corner of said called 155.76 acre tract and the southwest corner of a called 29.15 acre tract recorded in File No. R106573, Deed Records of Harris County, Texas.

THENCE N $87^{\circ} 24^{\prime} 00^{\prime \prime}$ E with the south line of said Abstract 60 , the north line of said Abstract 838 , the south line of said called 29.15 acre tract and the north line of this tract, and at a distance of 525.51 feet pass the southeast corner of said called 29.15 acre tract and the southwest corner of said called 60.0765 acre tract, and continuing with the south line of said Abstract 60, the north line of said Abstract 838 , the south line of said called 60.0765 acre tract and the north line of this tract, a total distance of 1648.87 feet to the PLACE OF BEGINNING, containing 1942.08 acres of land.

SECTION 3. (a) The legal notice of the intention to
introduce this Act, setting forth the general substance of this Act, has been published as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, officials, or entities to which they are required to be furnished under Section 59, Article XVI, Texas Constitution, and Chapter 313, Government Code.
(b) The governor, one of the required recipients, has submitted the notice and Act to the Texas Commission on Environmental Quality.
(c) The Texas Commission on Environmental Quality has filed its recommendations relating to this Act with the governor, the lieutenant governor, and the speaker of the house of representatives within the required time.
(d) All requirements of the constitution and laws of this state and the rules and procedures of the legislature with respect to the notice, introduction, and passage of this Act are fulfilled and accomplished.

SECTION 4. (a) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 8005, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 8005.107 to read as follows:

Sec. 8005.107. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain.
(b) This section is not intended to be an expression of a legislative interpretation of the requirements of section 17(c), Article I, Texas Constitution.

SECTION 5. This Act takes effect September 1, 2017.


May 11, 2017, by the following vote: Yeas 31, Nays 0 $\qquad$


I hereby certify that S.B. No. 2277 passed the House on May 24, 2017, by the following vote: Yeas 137, Nays 9, two present not voting


Date

## Governor



## LEGISLATIVE BUDGET BOARD

## Austin, Texas

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 15, 2017
TO: Honorable Jim Murphy, Chair, House Committee on Special Purpose Districts
FROM: Ursula Parks, Director, Legislative Budget Board
IN RE: SB2277 by Creighton (Relating to the creation of the Lakewood Municipal Utility District No. 3; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), As Engrossed

No fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code establishing the Lakewood Municipal Utility District No. 3. The district would have the authority for road projects. The district would have authority to issue bonds and other obligations, without an election. The district would have authority to impose an operation and maintenance tax.

The bill would take effect September 1, 2017.

## Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies:<br>LBB Staff: UP, JGA, GG, BM

## LEGISLATIVE BUDGET BOARD

Austin, Texas
FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 2, 2017
TO: Honorable Eddie Lucio, Jr., Chair, Senate Committee on Intergovernmental Relations
FROM: Ursula Parks, Director, Legislative Budget Board
IN RE: SB2277 by Creighton (Relating to the creation of the Lakewood Municipal Utility
District No. 3; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), Committee Report 1st House, Substituted

## No fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code establishing the Lakewood Municipal Utility District No. 3. The district would have the authority for road projects. The district would have authority to issue bonds and other obligations, without an election. The district would have authority to impose an operation and maintenance tax.

The bill would take effect September 1, 2017.

## Local Government Impact

No significant fiscal implication to units of local government is anticipated.

## Source Agencies:

LBB Staff: UP, JGA, GG, BM

# LEGISLATIVE BUDGET BOARD Austin, Texas <br> FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION 

## April 28, 2017

TO: Honorable Eddie Lucio, Jr., Chair, Senate Committee on Intergovernmental Relations

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: SB2277 by Creighton (Relating to the creation of the Lakewood Municipal Utility District No. 3; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), As Introduced

## No fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code establishing the Lakewood Municipal Utility District No. 3. The district would have the authority for road projects. The district would have authority to issue bonds and other obligations, without an election. The district would have authority to impose an operation and maintenance tax.

The bill would take effect September 1, 2017.

## Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies:<br>LBB Staff: UP, JGA, GG, BM

# WATER DEVELOPMENT POLICY IMPACT STATEMENT 

## 85TH LEGISLATIVE REGULAR SESSION

May 16, 2017

TO: Honorable Jim Murphy, Chair, House Committee on Special Purpose Districts

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: SB2277 by Creighton (Relating to the creation of the Lakewood Municipal Utility District No. 3; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), As Engrossed

The Legislative Budget Board, in cooperation with the Texas Water Development Board (TWDB) and the Texas Commission on Environmental Quality (TCEQ), has determined that:

This bill amends the Special District Local Laws Code by adding Chapter 8004 which creates the Lakewood Municipal Utility District No. 2 (District) with the powers and duties of a standard water control and improvement district under Water Code Chapters 49 and 54.

Population - The very specific description of the proposed boundaries does not allow staff to develop precise population estimates. Based on the Original Texas Land Surveys mentioned in SB 2277, staff is unable to determine a population estimate.

Population growth in the specific area since the 2010 census is unknown. The 2010 population estimate for areas of Harris County served by small systems or private wells (County-Other) is 204,630. The Harris County-Other population projections approved for the 2017 State Water Plan projects the population to grow to 245,944 in 2020, 291,438 in 2030 and 311,968 in 2040.

Location - The Proposed district's initial boundaries are described with a combination of Original Texas Land Surveys, Harris County Real Property Records and metes and bounds. Due to the complexity of these boundaries for the various sub areas of the district, staff is able to determine only the general location of the proposed district.

The proposed district's area is approximately 5.75 square miles in northeastern Harris County, located east of the City of Houston and the San Jacinto River. The proposed district does not appear to overlap any existing Certificate of Convenience and Necessity (CCN) boundary.

Comments on Powers/Duties Different from Similar Types of Districts: The Senate Engrossed version removes language that prohibited use of eminent domain outside the district boundaries to acquire a site or easement for a recreational facility or a road project; the engrossed version also removes language that specifies that Special District Local Laws Code as added by Section 1 of this Act only takes effect if this Act receives a two-thirds vote of members elected to each house; the engrossed version also revises the metes and bounds description to contain 1,942.08 acres instead of $1,339.42$ acres.

This bill amends the Special District Local Laws Code by adding Chapter 8005 which creates the Lakewood Municipal Utility District No. 3 (District) with the powers and duties of a standard municipal utility district under Water Code Chapters 49 and 54 , with the following exceptions; the bill requires the TCEQ to appoint the five initial temporary directors upon receipt of a petition from the owners of a majority of the assessed value of the real property in the District; this bill grants the District authority for road projects; the bill allows the District to divide; the bill specifies that at the time of issuance, the total principal amount of bonds or other obligations issued or incurred to finance road projects and payable from ad valorem taxes may not exceed one-fourth of the assessed value of real property in the District; if the bill does not receive a twothirds vote of all members elected to each house, the District may not exercise the power of eminent domain.

Overlapping Services: TCEQ does not have mapping information for water and/or wastewater providers because this function was transferred from the TCEQ to the Public Utility Commission on September 1, 2014. As a result, TCEQ is unaware of possible overlapping service providers.

TCEQ's Supervision: As with general law districts, the TCEQ will have general supervisory authority, including bond review authority and review of financial reports.

Water Use - SB 2277 specifies that "the district has the powers and duties provided by the general law of the state, including Chapters 49 and 54, Water Code, applicable to municipal utility districts created under Section 59, Article XVI, Texas Constitution".

Within Harris County, 26 percent of the total water use was groundwater (Gulf Coast and other Aquifers) in 2014. Eighty two percent of all the groundwater pumping was for municipal use. The water source of the proposed district might pursue is unknown.

## Source Agencies: 582 Commission on Environmental Quality, 580 Water Development Board

LBB Staff: UP, SZ

## $\left[\begin{array}{c}\text { GAMA MED } \\ \text { GROUP }\end{array}\right.$ <br> meametrorfurations

## AFFIDAVIT OF PUBLICATION

## STATE OF TEXAS:

Before me, the undersigned authority, a Notary Public in and for the State of Texas, on this day personally appeared, the Newspaper Representative at the HOUSTON CHRONICLE, a dally newspaper published in Harris County, Texas, and generally circulated in the Counties of. HARRIS, TRINITY, WALKER, GRIMES, POLK, SAN JACINTO, WASHINGTON, MONTGOMERY, LIBERTY, AUSTIN, WALLER, CHAMBERS, COLORADO, BRAZORIA, FORT BEND, GALVESTON, WHARTON, JACKSON, and MATAGORDA and that the publication, of which the annexed herein, or attached to, is a true and correct copy, was published to-wit:

GARDERE,WYNNE, SEWELL LLB 0000135025 HC099690323
RAN A LEGAL NOTICE
SIZE BEING: $2 \times 31 \mathrm{~L}$
Product
Date Class
Page
Houston Chronicle
Mar 012017 Legal Notices
Bf


Sworn and subscribed to before me, this 1st Day of March A.D. 2017


Notary Public in and for the State of Texas


