

A black silhouette of the state of Texas is positioned in the upper left corner. The letters "TSDC" are printed in white, centered within the silhouette.

TSDC

MUNICIPAL DEVELOPMENT DISTRICTS



- Municipal Development Districts are political subdivisions of the State of Texas established by municipalities to promote economic development and finance projects beneficial to the district and the creating municipality.
- Created under Chapter 377 of the Texas Local Government Code, they have the authority to plan, acquire, establish, develop, construct, renovate, and finance development projects.
- Municipal Development Districts do not levy ad valorem (property) taxes but may impose a voter-approved sales and use tax and issue bonds.
- Governed by a board of directors appointed by the governing body of the creating municipality, they are subject to the Texas Open Meetings Act and Texas Public Information Act.
- Municipal Development Districts may accept grants and loans, acquire and dispose of property, employ personnel, adopt rules, and contract with public and private entities.
- Development projects may include parks, recreational facilities, convention and civic centers, museums, roads, parking facilities, and other infrastructure that promotes economic development and tourism.
- Associated Organization: Texas Municipal League (TML); Texas Comptroller of Public Accounts; and the Texas Economic Development Council (TEDC).