

WHAT IS A SPECIAL DISTRICT?

ROOTED IN SERVICE
COMMITTED TO COMMUNITY



SPECIAL DISTRICTS

THE UNSUNG HEROES OF DAILY LIFE

Most Texans don't spend much time thinking about the basics that keep life running smoothly. We just expect the water to flow when we turn on the tap, the toilet to flush when it should, and the mosquito truck to roll by just as the sun goes down. We count on first responders showing up when an emergency strikes, road crews fixing potholes before Monday's commute, and the local library offering Wi-Fi, job resources, and story time for the kids.

But here's the twist: outside city limits and especially out in the counties, these services don't appear out of thin air. That's where special districts come in.

Special districts are local governments created by Texans, focused on solving real community needs. They're flexible, efficient, and designed to step in where cities and counties can't (or sometimes need a hand). From water to fire protection, to libraries and parks, special districts are the behind-the-scenes crew making sure our daily lives in the Lone Star State run smoothly.

So the next time you sip that glass of water, flush without worry, or enjoy a mosquito-free evening, give a nod to the special districts quietly keeping Texas on track.

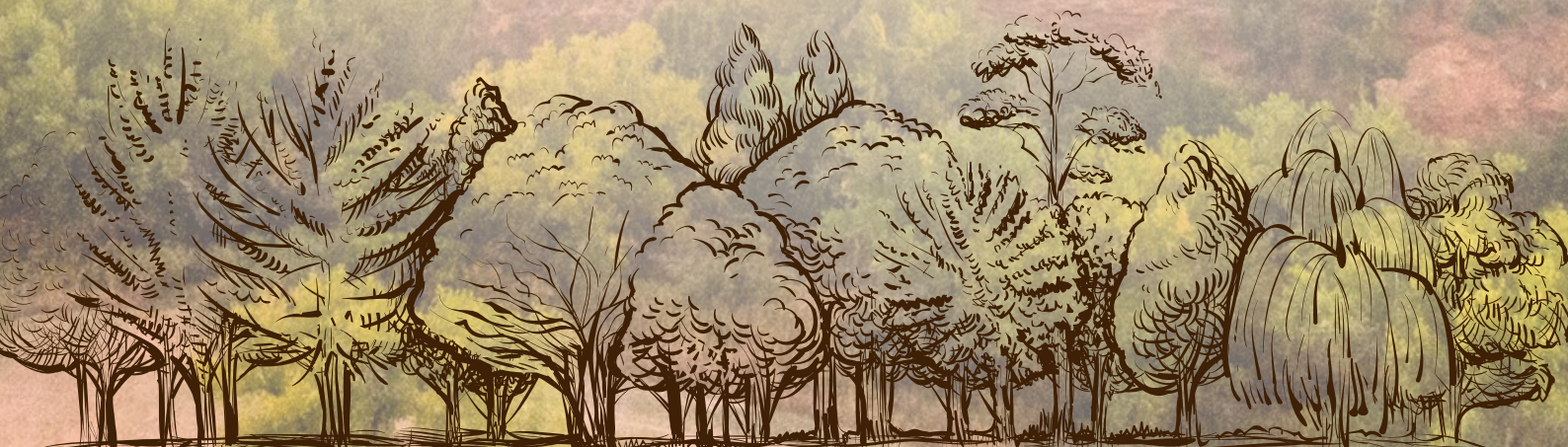
LOCAL SOLUTIONS, SPECIFIC SERVICES

Special districts (also called special purpose districts) are limited-purpose governments designed to have a narrow focus. That might be delivering water, managing drainage, providing emergency medical services, or conducting mosquito surveillance and control to protect public health. They often serve areas where general-purpose government services are stretched thin.

These districts are overlapping layers of government; as such they are essential service providers, often operating in unincorporated or fast-growing suburban areas.

THE MISSION

Fill service gaps, provide local and accessible representation, and improve the quality of life for Texans.



FAST FACTS



- More than 3,300 special districts operate across 253 of Texas' 254 counties.
- Created through various statutory processes involving voter approval, local petitions, legislative action, or authorization by state agencies such as the TCEQ
- Governed by locally elected or appointed boards accountable to residents or landowners
- Operate under limited authority granted by the Texas Legislature, enacting legislation, State agencies and the Texas Constitution
- Empowered to assess property & sales taxes, collect such taxes, and/or charge user fees
- Created under principal acts (or general law) that define:
 - What services it can provide
 - How it is governed
 - How it can raise and spend money
- Authorized to issue bonds, acquire land, contract for services, and even use eminent domain (in some cases)
- Generally subject to open government laws, public meetings, audits, and state ethics rules
- Support critical infrastructure and services like water, drainage, fire, health, and more



How SPECIAL DISTRICTS ARE CREATED

There are several ways to create a special district:



Some by local petition and election (i.e., certain road districts, emergency services districts, and hospital districts)



Through legislative action by the Texas Legislature



By approval from a state agency, like the Texas Commission on Environmental Quality (TCEQ) (for utility-based districts)

GOVERNED BY LAW

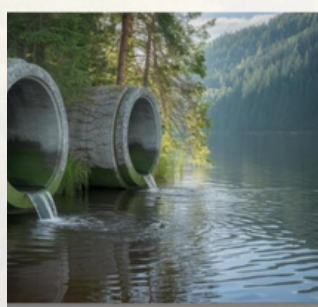
Once formed, each district operates under the specific enabling act in its creation documents and what's known as a principal act. This law outlines what the district can do, how it can raise and spend money, and how its governing board is selected. Some boards are elected by residents, while others are appointed based on land ownership or governing agreements.

A SNAPSHOT OF TEXAS SPECIAL DISTRICTS

More than **3,300 special districts** operate throughout Texas, serving communities of every size - from rural farming communities to rapidly growing suburbs and major metropolitan areas. Together, they provide the infrastructure and services that support homes, businesses, schools, and economic opportunity across the state.

LASTING IMPACT

These districts form the **backbone of essential services in many rural areas**. Whether urban, suburban, or rural, special districts help communities build, fund, and manage the infrastructure and services Texans rely on every day.



LEGAL AUTHORITY AND OVERSIGHT

Special districts are established under the Texas Constitution and state statutes. For example:

- **Article III, Section 52** – of the Texas Constitution generally prohibits political subdivisions from granting public money or lending credit to private entities, but it authorizes public financing — including bonds — for specific public works such as roads, flood control, drainage, and water-related infrastructure.
- **Article XVI, Section 59** – authorizes the creation of conservation and water reclamation districts.
- **Chapter 49, Texas Water Code** – serves as the legal and operational framework for special districts by laying out uniform provisions for their governance, powers, financing, and administrative procedures.
- **Special District Local Laws Code** – Texas Water Code Chapters 49, 51 and 54 provide the framework for many water districts, while the Special District Local Laws Code contains statutes applicable to numerous other district types.

ADDITIONAL STATUTORY AUTHORITY

- **Texas Local Government Code, Chapter 326** – Provides the statutory framework for many Library Districts, establishing their governance, powers, financing, and authority to provide educational resources, technology access, and community programming.
- **Texas Health and Safety Code, Chapter 775** – Provides the statutory framework for Emergency Services Districts, establishing their governance, powers, financing, and authority to provide fire protection, emergency medical services, rescue operations, and related public safety services.
- **Texas Health and Safety Code, Chapter 286** – Authorizes Hospital Districts, empowering them to provide healthcare services, construct and operate medical facilities, levy taxes, issue bonds, and improve access to healthcare within their communities.
- **Texas Local Government Code, Chapter 375** – Governs Municipal Management Districts, authorizing districts to finance economic development, public infrastructure, transportation improvements, and enhanced municipal services within designated commercial areas.

Each district must comply with state transparency and governance laws, including:

Texas Government Code Chapters 551–552 – Require public notice and open access to board meetings (Open Meetings Act) and provide the public with access to governmental records and documents (Public Information Act).

Texas Government Code Chapter 2256 – Public Funds Investment Act, establishing standards for investing public funds.

Texas Water Code §§ 49.191–49.199 – Require annual financial audits for certain water districts and set filing and compliance standards.

Ethics Laws – Including Local Government Code Chapters 171–176 (conflicts of interest and disclosures) and Penal Code Chapter 36 (bribery and corrupt influence).

Texas Election Code – Establishes procedures governing elections conducted by political subdivisions, including many special districts.

District-specific statutes – Certain districts are subject to additional requirements under enabling legislation.



Most districts are subject to **financial reporting, audits, procurement requirements, and public accountability laws.**

TYPES OF SPECIAL DISTRICTS



District Type	Governing Code	Chapter/Section
Regional Water Authorities	Texas Water Code	Chapter 49
River Authorities	Texas Water Code	Chapter 49-50
Municipal Utility District (MUD)	Texas Water Code	Chapter 54
Water Control and Improvement District (WCID)	Texas Water Code	Chapter 51
Fresh Water Supply District (FWSD)	Texas Water Code	Chapter 53
Water Improvement District (WID)	Texas Water Code	Chapter 55
Drainage District (DD)	Texas Water Code	Chapter 56
Levee Improvement District (LID)	Texas Water Code	Chapter 57
Irrigation District (ID)	Texas Water Code	Chapter 58
Navigation District (ND)	Texas Water Code	Chapters 61-63
Self-Liquidating Navigation District (SLND)	Texas Water Code	Chapter 63
Stormwater Control District (SCD)	Texas Water Code	Chapter 66
Groundwater Conservation District (GCD)	Texas Water Code	Chapter 36
Special Utility District (SUD)	Texas Water Code	Chapter 65
Municipal Management District (MMD)	Local Government Code	Varies (Special District Local Laws Code)
Public Improvement District (PID)	Local Government Code	Chapter 372
Municipal Development District (MDD)	Local Government Code	Chapter 377
Library District (LD)	Local Government Code	Chapter 326
Multijurisdictional Library District (MJLD)	Local Government Code	Chapter 326
Crime Control and Prevention District (CCPD)	Local Government Code	Chapter 363
County Assistance District (CAD)	Local Government Code	Chapter 387
County Development District (CDD)	Local Government Code	Chapter 383
Jail District (JD)	Local Government Code	Chapter 361
Sports Facility District (SFD)	Local Government Code	Chapter 325
Sports and Community Venue District (SCVD)	Local Government Code	Chapter 335
Homestead Preservation District (HPD)	Local Government Code	Chapter 373A
Emergency Services District (ESD)	Health & Safety Code	Chapter 775
Hospital District (HD)	Health & Safety Code	Chapters 281-286
Health Services District (HSD)	Health & Safety Code	Chapter 287
Mosquito Control District (MCD)	Health & Safety Code	Chapter 344
Noxious Weed Control District (NWCD)	Agriculture Code	Chapter 78
Wind Erosion District (WED)	Agriculture Code	Chapter 201
Agricultural Development District (ADD)	Agriculture Code	Chapter 60
Road District (RdD)	Transportation Code	Chapter 257
Road Utility District (RUD)	Transportation Code	Chapter 441
Arts and Entertainment District (A&E)	Government Code	Chapter 2104
Independent School District (ISD)	Education Code	Chapters 11-13
Regional District (RD)	Varies	Special legislation or interlocal agreement

WHAT A SPECIAL DISTRICT IS NOT

NOT STATE GOVERNMENTS

Special districts are **independent local governments** created by voters, municipalities, or counties to serve specific public needs. While they must comply with state laws—such as the Texas Constitution, Special District Local Laws Code, and other regulatory statutes—they are **not extensions of state agencies** and do not report to state departments in the same way. Instead, they are governed by **locally elected or appointed boards** who oversee district operations, budgets, and policy decisions. This local governance ensures responsiveness to community priorities while maintaining compliance with state oversight frameworks like the Public Information Act and Open Meetings Act.

NOT CITIES OR COUNTIES

Unlike cities and counties, which are **general-purpose governments** with broad authority over a wide range of services, such as policing, roads, housing, and zoning, special districts are **limited-purpose entities**. Each district is created to provide a **narrow set of services**, such as water, fire protection, drainage, or emergency services, often where cities or counties lack the resources or jurisdiction to do so. Special districts often **cross city or county boundaries**, making them more flexible for regional service delivery; however, they lack authority over zoning, and certain ordinances.

NOT SCHOOL DISTRICTS

Although school districts are also considered political subdivisions of the state, they differ from special districts in both function and funding. School districts focus exclusively on **public education**, managing campuses, staff, and curriculum, and are funded through **state education formulas, local property taxes, and federal aid**. In contrast, special districts exist to deliver **non-educational public services**—such as healthcare, libraries, water utilities, drainage, trash service, or public safety—and are funded by various mechanisms like **property taxes, sales taxes, service fees, and general obligation bonds and sometimes revenue bonds**. The powers derived depend on the type and enabling legislation and can be narrow or diverse.

SPECIAL DISTRICTS SERVE

Special districts are sometimes considered ‘invisible’ (out of sight, out of mind), but they serve the public in many tangible ways. Some common responsibilities include:

- **Water and Wastewater Service:** Delivered by Municipal Utility Districts (MUDs), Water Control and Improvement Districts (WCIDs), and Special Utility Districts (SUDs). These districts help support growth in suburban and rural communities by building and maintaining critical infrastructure that municipalities may not otherwise provide.
- **Fire and Emergency Medical Response:** Provided through Emergency Services Districts (ESDs), which deliver fire protection, ambulance services, and emergency medical response, particularly in unincorporated areas that lack full-time municipal departments.
- **Flood Control and Drainage Management:** Provided by Drainage Districts, Reclamation Districts, and Levee Improvement Districts. These entities play a critical role in flood prevention and water management by maintaining stormwater channels, detention and retention basins, levees, and other flood control infrastructure. They help protect both urban neighborhoods and agricultural lands from flooding, storm surges, and excessive runoff.
- **Public Health and Hospitals:** Supported by Health Service Districts and Hospital Districts, which are created to deliver essential health infrastructure and services. These districts may operate clinics, hospitals, and mental health services, as well as programs that provide indigent care or emergency medical services, particularly in underserved or rural areas.
- **Library and Educational Access:** Offered through Library Districts, especially in communities where city or county library services are unavailable or insufficient. These districts provide access to books, digital resources, internet services, archives, and educational programming for all ages.
- **Natural Resource Conservation:** Overseen by Mosquito Control Districts, Irrigation Districts, and Soil and Water Conservation Districts. These entities support public health and agricultural sustainability by managing mosquito populations, delivering irrigation services, and implementing erosion control and land stewardship practices.
- **Port, Navigation, and Economic Infrastructure:** Managed by Navigation Districts and Port Authorities, these districts oversee Texas’ coastal and inland waterway infrastructure, including ports, ship channels, and designated economic zones. They promote international trade, ensure maritime safety, and support environmental stewardship in key locations such as Houston, Port Arthur, Corpus Christi, and other gateway regions.

ADVANTAGES

1

SPECIALIZED SERVICES

Special districts are created to deliver specific services—like water, fire protection, or health care—especially where cities or counties can't.

2

LOCAL CONTROL & ACCESS

Governed by local boards, districts are accountable to the people they serve, making decisions more responsive to community needs.

3

FLEXIBLE BOUNDARIES

Districts can, in addition to adding and removing land from their boundaries, cross city and county lines to serve broader regions with shared needs.

4

TAILORED GOVERNANCE

Each district operates under laws tailored to its particular mission and statutory authority.

5

EXPERT LEADERSHIP

Districts often rely on professionals with specialized skills to deliver services efficiently and effectively.

ADVANTAGES

6

SUPPORT FOR GROWTH

In fast-growing or rural areas, districts provide the infrastructure cities may not be able to—like roads, drainage, and utilities.

7

SMART FINANCING

Depending on statutory authority, districts may finance infrastructure and services through taxes, bonds, fees, or other revenues authorized by law.

8

TRANSPARENT OPERATIONS

Subject to state open government laws, districts must keep meetings and records accessible to the public.

9

COMMUNITY INVOLVEMENT

Residents can vote, attend meetings, and even serve on boards—giving them a real say in how services are provided.

10

SERVING UNDERSERVED AREAS

Districts fill critical gaps by bringing services to rural or low-density areas that might otherwise go without.

WHY IT MATTERS



If you've ever benefited from a neighborhood fire station, clean drinking water, or reliable storm drainage, you've likely seen a special district at work. These districts aren't just service providers; they're a key part of how Texans shape their communities from the ground up. They combine **local control, public accountability, and targeted service delivery**—ensuring that no matter how fast the state grows, essential needs don't go unmet.

GET INVOLVED TODAY

Want to improve services in your area? Want a say in how they're delivered? A special district might be exactly where to start.

