By: Vasut H.B. No. 5336

## A BILL TO BE ENTITLED

AN ACT

1

2	relating to the powers and duties of Port Freeport; limiting the
3	authority of certain municipalities to regulate land use by Port
4	Freeport; and the creation of a reinvestment zone containing
5	property owned by Port Freeport.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. Chapter 5002, Special District Local Laws Code,
8	is amended by adding Subchapters D and E to read as follows:
9	SUBCHAPTER D. POWERS AND DUTIES
10	Sec. 5002.151. DEFINITIONS. As used in this chapter:
11	(1) "Port use" shall mean any use permitted or allowed
12	(with or without a special use permit) in the following zoning
13	districts under the zoning ordinance, or any additional use
14	subsequently permitted or allowed in the following zoning districts
15	under an amendment to the zoning ordinance:
16	(A) a zoning district designated as DT, C-1, C-2,
17	<u>C-3 or W-1; or</u>
18	(B) a zoning district designated as "IN", other
19	than heavy industrial or other heavy industrial uses as defined in
20	the zoning ordinance.
21	(2) "Port zone" means:
22	(A) the lands within the protected zone that are
23	located both south of West Eighth Street and east of Cherry Street;
24	and

1 (B) all lands east of F.M. 1495 that are included within the Plat and Dedication of the Freeport Townsite recorded in 2 3 Volume 2, at Page 95 of the Real Property Records of Brazoria 4 County, Texas. 5 (3) "Protected zone" means the portion of the corporate limits of the City of Freeport as they exist on September 6 7 1, 2023 that lies within the enclosed space either: 8 (A) bounded by beginning at the intersection of State Highway 36 and the center of the Brazos River, then north 9 10 along the center of the Brazos River to the intersection of the center of the Brazos River and the center of the DOW fresh water 11 12 canal, then north and east along the center of the DOW fresh water canal to the intersection of the center of the DOW fresh water canal 13 and Farm-to-Market Road 1495, then south along Farm-to-Market Road 14 15 1495 to the intersection of Farm-to-Market Road 1495 and State Highway 36, and then west along State Highway 36 to the intersection 16 17 of State Highway 36 and the center of the Brazos River; (B) within Brazoria County 2020 United States 18 19 Census tract 664501 blocks 2027, 2032, and 2034; (C) bounded by beginning at the intersection of 20 Farm-to-Market Road 1495 and the Intercoastal Waterway, then west 21 22 along the Intercoastal Waterway to the intersection of the Intercoastal Waterway and the Brazos River, then south along the 23 24 Brazos River to the Gulf of Mexico, then east along the Gulf of Mexico to the intersection of a line extending from the southern 25

terminus of Farm-to-Market Road 1495 due south to the intersection

with the Gulf of Mexico, and then due north to the intersection of

26

27

- 1 Farm-to-Market Road 1495 and the Intercoastal Waterway; or
- 2 (D) located adjacent to the old Brazos River
- 3 channel and inside the floodgate, which is zoned as a W-1 District
- 4 under the zoning ordinance, and bounded by F.M. 1495 on the east,
- 5 S.H. 36 / S.H. 288 on the south, and the Brazos River diversion
- 6 channel on the west.
- 7 (4) "Zoning ordinance" means Chapter 155, Code of
- 8 Ordinances, of the City of Freeport, Texas in effect on January 1,
- 9 2023.
- 10 <u>Sec. 5002.152. POWERS REGARDING PORTS AND FACILITIES.</u>
- 11 Except as expressly set forth in section 5002.153 of this
- 12 subchapter, the district may:
- 13 (1) acquire by gift, purchase, or eminent domain and
- 14 own land adjacent or accessible by road, rail, or water to navigable
- 15 water and ports developed by the district that is necessary for the
- 16 <u>development</u> and operation of the navigable water or ports within
- 17 the district or necessary for or in aid of the development of
- 18 industries and businesses on that land; and
- 19 (2) construct, extend, improve, repair, maintain, and
- 20 reconstruct, cause to be constructed, extended, improved,
- 21 repaired, maintained, and reconstructed, and own, rent, lease, use,
- 22 and operate any facility of any kind necessary or convenient to the
- 23 exercise of the rights, powers, privileges, and functions granted
- 24 by this chapter.
- Sec. 5002.153. LIMITATION ON ACQUISITION AND USE OF REAL
- 26 PROPERTY WITHIN THE CORPORATE LIMITS OF CERTAIN MUNICIPALITIES.
- 27 After the effective date of this Act, the district shall not:

- 1 (a) acquire by gift, purchase, or condemnation any real
- 2 property located within the protected zone unless:
- 3 (1) the acquisition is of a residential lot or lots for
- 4 which no change in the permitted use will be sought by the district;
- 5 <u>or</u>
- 6 (2) the acquisition is submitted to the qualified
- 7 voters of the municipality within which the real property is
- 8 located at an election held on a uniform election date and is
- 9 approved by a majority of the votes received at the election;
- 10 (b) use any property now owned or hereafter acquired by the
- 11 district in the port zone for anything other than a port use; or
- 12 (c) use any property now owned or hereafter acquired by the
- 13 district in the protected zone that is not in the port zone for
- 14 anything other than a use permitted under the zoning ordinance
- 15 unless such use is approved by the governing body of the
- 16 municipality in which such land is situated.
- 17 Sec. 5002.154. CALLING ELECTION. The governing body of a
- 18 municipality shall call for the election contemplated by Section
- 19 5002.153(c) to be held on the next allowable uniform election date
- 20 within thirty (30) days of the municipality's receipt from the
- 21 district of a written request for the election and the description
- 22 of all property subject to the election.
- Sec. 5002.155. REPLATTING OF LAND. (a) The district may
- 24 replat land owned by the district in accordance with Subchapter A,
- 25 Chapter 212, Local Government Code, for the purpose of combining
- 26 previously platted lots for development.
- 27 (b) The municipal authority responsible for approving the

- 1 plat shall approve a replat requested by the district for the
- 2 purposes set forth in this section within 60 days following receipt
- 3 of the application for replat.
- 4 <u>SUBCHAPTER E. RELATIONSHIP WITH MUNICIPALITIES</u>
- 5 Sec. 5002.201. DISTRICT PROPERTY SUBJECT TO MUNICIPAL
- 6 JURISDICTION. (a) This section applies only to property:
- 7 (1) owned or leased by the district; and
- 8 <u>(2) located in:</u>
- 9 (A) the district; and
- 10 (B) the boundaries or extraterritorial
- 11 jurisdiction of a municipality with a population of less than
- 12 20,000 that is wholly located in the district and whose corporate
- 13 limits border the Gulf of Mexico.
- 14 (b) Except as provided by subsection (c), the district has
- 15 exclusive land use jurisdiction over property to which this section
- 16 applies.
- (c) This section does not apply to an ordinance, rule, or
- 18 other measure adopted by a municipality that:
- (1) applies only to property within the boundaries of
- 20 the municipality;
- 21 (2) regulates only the safety of operations of the
- 22 municipality or reasonable aesthetics, including regulations
- 23 governing fire and emergency response, traffic, light, or noise;
- 24 (3) is commercially reasonable; and
- 25 (4) does not effectively prohibit development and
- 26 operation of industries and businesses on property owned or leased
- 27 by the district.

- 1 (d) Except as provided by Subsection (c), a municipality may
- 2 not adopt or enforce an ordinance, rule, or other measure that
- 3 prohibits or restricts:
- 4 (1) the acquisition or leasing of property to which
- 5 this section applies for a purpose described by Section 5002.152;
- 6 or
- 7 (2) the development of industries and businesses on
- 8 property to which this section applies.
- 9 Sec. 5002.202. MUNICIPAL CONSENT NOT REQUIRED. Municipal
- 10 consent is not required for the district to exercise a power or duty
- 11 under this chapter.
- 12 Sec. 5002.203. DESIGNATION OF REINVESTMENT ZONE UNDER
- 13 CHAPTER 312, TAX CODE. Notwithstanding Subchapter B, Chapter 312,
- 14 Tax Code, upon receipt of a written request by the district, the
- 15 commissioners court for the county where the property is located
- 16 may designate any property owned by the district as a reinvestment
- 17 zone or area for purposes of Chapter 312, Tax Code, if the
- 18 commissioners court finds the criteria set forth in Section
- 19 312.202, Tax Code, is met for the property as if the municipality in
- 20 which the property is located were creating the zone.
- Sec. 5002.204. ENFORCEMENT OF SUBCHAPTER. (a) The
- 22 provisions of subchapters D and E may be enforced only through
- 23 mandamus or declaratory or injunctive relief. A political
- 24 <u>subdivision's immunity from suit is waived in regard to an action</u>
- 25 under this chapter.
- 26 (b) A court may award court costs and reasonable and
- 27 necessary attorney's fees to the prevailing party in an action

- 1 under this subchapter.
- 2 Sec. 5002.205. EFFECT OF INVALIDITY OF CERTAIN PROVISIONS.
- 3 (a) This section applies only to a municipality with a population
- 4 of more than 5,000 that is wholly located in the district and only
- 5 to property:
- 6 (1) owned or leased by the district;
- 7 (2) located in the district and within 7 miles of the
- 8 Gulf of Mexico; and
- 9 (3) located in the boundaries or extraterritorial
- 10 jurisdiction of a municipality that is subject to this section.
- 11 (b) If enforcement of any part of section 5002.201 is ever
- 12 permanently enjoined or held to be invalid or to violate the
- 13 requirements of the Texas Constitution by a final, non-appealable
- 14 order or judgment of a court of competent jurisdiction, then:
- (1) all of section 5002.201 will be automatically
- 16 <u>enjoined from enforcement; and</u>
- 17 (2) the authority of a municipality subject to this
- 18 section to regulate property subject to this section under Chapter
- 19 211 or Chapter 212, Local Government Code or any local code or
- 20 ordinance shall be expressly preempted and Chapter 232, Local
- 21 Government Code shall exclusively apply to such property.
- (c) If enforcement of any part of sections 5002.153 or
- 23 5002.154 is ever permanently enjoined or held to be invalid or to
- 24 violate the requirements of the Texas Constitution by a final,
- 25 <u>non-appealable order or judgment of a court of competent</u>
- 26 jurisdiction, then section 5002.201 will be automatically enjoined
- 27 from enforcement.

H.B. No. 5336

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this

5 Act takes effect September 1, 2023.