By: King of Parker, Flynn

H.B. No. 1387

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to requiring a school district to provide for a
- 3 feasibility study before acquiring title to real property through
- 4 eminent domain.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 11.155, Education Code, is amended by
- 7 adding Section (a-1) to read as follows:
- 8 (a-1) A school district that intends to acquire title to
- 9 real property under this section must provide for a study as
- 10 prescribed by Section 11.1551 to determine the feasibility of
- 11 acquiring title to the property.
- 12 SECTION 2. Subchapter D, Chapter 11, Education Code, is
- 13 amended by adding Section 11.1551 to read as follows:
- 14 Sec. 11.1551. FEASIBILITY STUDY REQUIRED TO ACQUIRE TITLE
- 15 BY EMINENT DOMAIN. (a) In this section, "permit" means a license,
- 16 certificate, approval, registration, consent, permit, contract, or
- other form of authorization required by law, rule, regulation,
- 18 order, or ordinance before a person may perform an action or
- 19 initiate, continue, or complete a project for which the permit is
- 20 sought.
- 21 (b) Before a school district may acquire title to real
- 22 property under Section 11.155, the school district must order a
- 23 feasibility study.
- (c) The feasibility study must be performed by an engineer

- 1 licensed under Chapter 1001, Occupations Code, or an architect
- 2 registered under Chapter 1051, Occupations Code.
- 3 (d) The study must include:
- 4 (1) a comparative analysis of available sites in the
- 5 geographic area in which the school district intends to acquire
- 6 real property;
- 7 (2) an analysis, including a demographic analysis if
- 8 the property is intended as the site of an instructional facility,
- 9 to determine whether the district will need the property on or
- 10 before the third anniversary of the date the study is completed;
- 11 (3) a site analysis identifying any physical feature
- 12 of a proposed site or the surrounding area that may affect
- 13 development;
- 14 (4) an analysis of zoning, platting, and comprehensive
- 15 plan requirements and restrictions affecting a proposed site,
- including the costs of any necessary permits;
- 17 (5) an analysis of water, sewer, gas, electric, and
- 18 telecommunications availability for a proposed site and the cost of
- 19 providing those services;
- 20 (6) an analysis of roadway access and master
- 21 thoroughfare plan requirements for a proposed site and the cost of
- 22 any necessary extensions, including the cost of acquiring
- 23 right-of-way access;
- 24 (7) an analysis of wetlands, waters of the United
- 25 States, and floodplains that may affect a proposed site, including
- 26 an estimate of the cost to mitigate or reclaim the site;
- 27 (8) an analysis of drainage patterns and requirements

- 1 affecting a proposed site, including the cost of providing any
- 2 necessary drainage;
- 3 (9) an analysis of conceptual grading plans for a
- 4 proposed site, including total earthwork requirements and the
- 5 estimated cost of site development;
- 6 (10) a summary of any permits required for development
- 7 of a proposed site; and
- 8 <u>(11) a cost-benefit analysis that:</u>
- 9 (A) summarizes the overall cost to the school
- 10 district of acquiring and developing a proposed site; and
- 11 (B) accounts for any loss of tax revenue to each
- 12 taxing unit as defined by Section 1.04, Tax Code, in which the
- proposed site is located that would result from converting taxable
- 14 development property, based on projected land use as shown on
- existing zoning or comprehensive plans, to public use.
- (e) If a determination is made under Subsection (d)(2) that
- the property will not be needed before the third anniversary of the
- 18 date the study is completed, the study must provide an adequate
- 19 justification for immediate acquisition of the property.
- 20 (f) For purposes of Subsection (d)(11)(A), if property is
- 21 currently being developed, the study must also account for, as
- 22 <u>district costs</u>, <u>accrued interest charges and the costs of</u>
- 23 consultants, attorneys, studies performed, zoning changes, permit
- 24 processes, plan preparation, and any other reasonable costs of
- development that have accrued to the owners of the property or their
- 26 successors or assigns. In this subsection, property currently
- 27 being developed is any property for which a permit has been

H.B. No. 1387

- obtained, property that is included in a municipal annexation plan
- 2 or proposed for annexation, and property that is undergoing
- 3 physical development.
- 4 SECTION 3. The change in law made by this Act applies to a
- 5 petition to condemn property that is filed on or after the effective
- 6 date of this Act. A petition to condemn property that is filed
- 7 before the effective date of this Act is governed by the law in
- 8 effect when the petition was filed, and the former law is continued
- 9 in effect for that purpose.
- 10 SECTION 4. This Act takes effect September 1, 2007.