By: Orr H.B. No. 3860

Substitute the following for H.B. No. 3860:

By: Farabee C.S.H.B. No. 3860

## A BILL TO BE ENTITLED

1 AN ACT

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2 relating to the authority of emergency service districts to receive

3 property from other political subdivisions without complying with

notice and bidding requirements for the sale or exchange of land.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 272.001(b), Local Government Code, is 7 amended to read as follows:

(b) The notice and bidding requirements of Subsection (a) do not apply to the types of land and real property interests described by this subsection and owned by a political subdivision. The land and those interests described by this subsection may not be conveyed, sold, or exchanged for less than the fair market value of the land or interest unless the conveyance, sale, or exchange is with one or more abutting property owners who own the underlying fee The fair market value is determined by an appraisal simple. obtained by the political subdivision that owns the land or interest or, in the case of land or an interest owned by a home-rule municipality, the fair market value may be determined by the price obtained by the municipality at a public auction for which notice to the general public is published in the manner described by Subsection (a). The notice of the auction must include, instead of the content required by Subsection (a), a description of the land, including its location, the date, time, and location of the auction, and the procedures to be followed at the auction. The

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- 1 appraisal or public auction price is conclusive of the fair market
- 2 value of the land or interest, regardless of any contrary provision
- 3 of a home-rule charter. This subsection applies to:
- 4 (1) narrow strips of land, or land that because of its
- 5 shape, lack of access to public roads, or small area cannot be used
- 6 independently under its current zoning or under applicable
- 7 subdivision or other development control ordinances;
- 8 (2) streets or alleys, owned in fee or used by
- 9 easement;
- 10 (3) land or a real property interest originally
- 11 acquired for streets, rights-of-way, or easements that the
- 12 political subdivision chooses to exchange for other land to be used
- 13 for streets, rights-of-way, easements, or other public purposes,
- including transactions partly for cash;
- 15 (4) land that the political subdivision wants to have
- developed by contract with an independent foundation;
- 17 (5) a real property interest conveyed to a
- 18 governmental entity that has the power of eminent domain;
- 19 (6) a municipality's land that is located in a
- 20 reinvestment zone designated as provided by law and that the
- 21 municipality desires to have developed under a project plan adopted
- 22 by the municipality for the zone; [or]
- 23 (7) a property interest owned by a defense base
- 24 development authority established under Chapter 379B; or
- 25 (8) a real property interest conveyed to an emergency
- 26 services district created or operating under Section 48-e, Article
- 27 <u>III, Texas Constitution</u> [378, Local Government Code, as added by

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## 1 Chapter 1221, Acts of the 76th Legislature, Regular Session, 1999].

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

Act takes effect September 1, 2007.

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