By: Corte H.B. No. 37

## A BILL TO BE ENTITLED

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- 2 relating to certain municipal development programs involving areas
- 3 having characteristics of blight or a slum.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 373.006, Local Government Code, is
- 6 amended to read as follows:
- 7 Sec. 373.006. REQUIRED PROCEDURES BEFORE ADOPTION OF
- 8 COMMUNITY DEVELOPMENT PROGRAM. Before exercising powers under
- 9 Section 373.005, the governing body of the municipality must:
- 10 (1) identify areas of the municipality in which
- 11 predominantly low and moderate income persons reside, each unit of
- 12 real property in the municipality that has the characteristics of
- 13 <u>blight</u> [are blighted] or a slum, and each [areas or that are]
- 14 federally assisted new community in the municipality
- 15 [communities];
- 16 (2) establish community development program areas in
- 17 which community development activities, building rehabilitation,
- 18 or the acquisition of privately owned buildings or land is
- 19 proposed;
- 20 (3) adopt, by resolution or ordinance, a plan under
- 21 which citizens may publicly comment on the proposed community
- 22 development program;
- 23 (4) conduct public hearings on the proposed program
- 24 before the 15th day before the date of its final adoption by the

- 1 governing body; and
- 2 (5) adopt the community development program by
- 3 resolution or ordinance.
- 4 SECTION 2. Section 373.007, Local Government Code, is
- 5 amended by adding Subsection (c) to read as follows:
- 6 (c) Notwithstanding any other law, a municipality may not
- 7 <u>exercise the right of eminent domain to acquire property for the</u>
- 8 purposes of this chapter unless the condition of the property is an
- 9 immediate threat to public health and safety.
- SECTION 3. Sections 374.003(3) and (19), Local Government
- 11 Code, are amended to read as follows:
- 12 (3) "Blight" ["Blighted area"] means a condition of
- 13 property [an area] that is not considered a characteristic of a slum
- 14 [area], but that, because of deteriorating buildings, structures,
- or other improvements; defective or inadequate streets, street
- 16 layout, or accessibility; unsanitary conditions; or other
- 17 hazardous conditions, adversely affects the public health, safety,
- 18 morals, or welfare of the municipality and its residents,
- 19 substantially retards the provision of a sound and healthful
- 20 housing environment, or results in an economic or social liability
- 21 to the municipality. The term includes property in an area
- certified as a disaster area as provided by Section 374.903.
- 23 (19) "Slum [area]" means an area within a municipality
- 24 that is detrimental to the public health, safety, morals, and
- 25 welfare of the municipality because of [the area]:
- 26 (A) [has] a predominance of buildings or other
- improvements that are dilapidated, deteriorated, or obsolete due to

age or other reasons; 1 2 [is prone to] high population densities and (B) overcrowding due to inadequate provision for open space; 3 4 (C) [is composed of] open land that, because of 5 its location within municipal limits, is necessary for sound 6 community growth through replatting, planning, and development for 7 predominantly residential uses; or 8 [has] conditions that exist due to any of the 9 causes enumerated in Paragraphs (A)-(C) or any combination of those 10 causes that: endanger life or property by fire or 11 (i) 12 other causes; or (ii) are conducive to: 13 the ill health of the residents; 14 (a) 15 (b) disease transmission; 16 abnormally high rates of infant (c) 17 mortality; (d) abnormally high rates of juvenile 18 19 delinquency and crime; or 20 (e) disorderly development because of

improper

development of lots, streets, and public utilities.

amended by adding Subsection (d) to read as follows:

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inadequate

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platting for adequate residential

is

that each unit of real property included in a resolution under

Subsection (a) has the characteristics of blight or a slum.

SECTION 4. Section 374.011, Local Government Code,

(d) The governing body of the municipality must determine

- 1 SECTION 5. Section 374.012(c), Local Government Code, is
- 2 amended to read as follows:
- 3 (c) The resolution ordering the election and the notice of
- 4 the election must contain:
- 5 (1) a complete legal description of each unit of
- 6 property [the area] included in the proposed project;
- 7 (2) a statement of the nature of the proposed project;
- 8 [<del>and</del>]
- 9 (3) a statement of the total amount of local funds to
- 10 be spent on the proposed project; and
- 11 (4) a statement that each unit of property has the
- 12 characteristics of blight or a slum.
- SECTION 6. Subchapter B, Chapter 374, Local Government
- 14 Code, is amended by adding Section 374.018 to read as follows:
- 15 Sec. 374.018. LIMITATION ON RIGHT OF EMINENT DOMAIN.
- Notwithstanding any other law, a municipality may not exercise the
- 17 right of eminent domain to acquire property for the purposes of this
- 18 <u>chapter unless the condition of the property is an immediate threat</u>
- 19 to public health and safety.
- 20 SECTION 7. The change in law made by this Act applies only
- 21 to the taking of property for which a condemnation petition is filed
- 22 on or after the effective date of this Act. The taking of property
- 23 for which a condemnation petition is filed before the effective
- 24 date of this Act is governed by the law in effect immediately before
- 25 that date, and that law is continued in effect for that purpose.
- 26 SECTION 8. This Act takes effect immediately if it receives
- 27 a vote of two-thirds of all the members elected to each house, as

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- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2009.