By: Callegari, Orr, Pickett, Menendez, Hodge H.B. No. 417

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the acquisition of and compensation for real property,
- 3 including blighted property, for public purposes through
- 4 condemnation or certain other means.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 373.002(b), Local Government Code, is
- 7 amended to read as follows:
- 8 (b) Activities conducted under this chapter are directed
- 9 toward the following purposes:
- 10 (1) elimination of [slums and] areas affected by
- 11 blight;
- 12 (2) prevention of blighting influences and of the
- 13 deterioration of property and neighborhood and community
- 14 facilities important to the welfare of the community;
- 15 (3) elimination of conditions detrimental to the
- 16 public health, safety, and welfare;
- 17 (4) expansion and improvement of the quantity and
- 18 quality of community services essential for the development of
- 19 viable urban communities;
- 20 (5) more rational use of land and other natural
- 21 resources;
- 22 (6) improved arrangement of residential, commercial,
- 23 industrial, recreational, and other necessary activity centers;
- 24 (7) restoration and preservation of properties of

- 1 special value for historic, architectural, or aesthetic reasons;
- 2 (8) reduction of the isolation of income groups in
- 3 communities and geographical areas, promotion of increased
- 4 diversity and vitality of neighborhoods through spatial
- 5 deconcentration of housing opportunities for persons of low and
- 6 moderate income, and revitalization of deteriorating or
- 7 deteriorated neighborhoods to attract persons of higher income; and
- 8 (9) alleviation of physical and economic distress
- 9 through the stimulation of private investment and community
- 10 revitalization in [slum or] blighted areas.
- 11 SECTION 2. Section 373.004, Local Government Code, is
- 12 amended to read as follows:
- 13 Sec. 373.004. GOALS OF PROGRAM. Through a community
- 14 development program, a municipality may conduct work or activities
- 15 designed to:
- 16 (1) improve the living and economic conditions of
- 17 persons of low and moderate income;
- 18 (2) benefit low or moderate income neighborhoods;
- 19 (3) aid in the prevention or elimination of [slums
- 20 and] blighted areas;
- 21 (4) aid a federally assisted new community; or
- 22 (5) meet other urgent community development needs,
- 23 including an activity or function specified for a community
- 24 development program that incorporates a federally assisted new
- 25 community.
- SECTION 3. Section 373.006, Local Government Code, is
- 27 amended to read as follows:

- 1 Sec. 373.006. REQUIRED PROCEDURES BEFORE ADOPTION OF
- 2 COMMUNITY DEVELOPMENT PROGRAM. Before exercising powers under
- 3 Section 373.005, the governing body of the municipality must:
- 4 (1) identify areas of the municipality in which
- 5 predominantly low and moderate income persons reside and each unit
- 6 of real property in the municipality $[\tau]$ that has the
- 7 <u>characteristics of blight</u> [are blighted or slum areas] or that <u>is a</u>
- 8 [are] federally assisted new community in the municipality
- 9 [communities];
- 10 (2) establish community development program areas in
- 11 which community development activities, building rehabilitation,
- 12 or the acquisition of privately owned buildings or land is
- 13 proposed;
- 14 (3) adopt, by resolution or ordinance, a plan under
- 15 which citizens may publicly comment on the proposed community
- 16 development program;
- 17 (4) conduct public hearings on the proposed program
- 18 before the 15th day before the date of its final adoption by the
- 19 governing body; and
- 20 (5) adopt the community development program by
- 21 resolution or ordinance.
- SECTION 4. Sections 374.002(a) and (b), Local Government
- 23 Code, are amended to read as follows:
- 24 (a) The legislature finds that [slum and] blighted areas
- 25 exist in municipalities in this state and that those areas:
- 26 (1) are a serious and growing menace that is injurious
- 27 and inimical to the public health, safety, morals, and welfare of

- 1 the residents of this state;
- 2 (2) contribute substantially and increasingly to the
- 3 spread of disease and crime, requiring excessive and
- 4 disproportionate expenditures of public funds for the preservation
- 5 of the public health and safety, and for crime prevention,
- 6 correctional facilities, prosecution and punishment, treatment of
- 7 juvenile delinquency, and the maintenance of adequate police, fire,
- 8 and accident protection and other public services and facilities;
- 9 and
- 10 (3) constitute an economic and social liability,
- 11 substantially impair the sound growth of affected municipalities,
- 12 and retard the provision of housing accommodations.
- 13 (b) For these reasons, prevention and elimination of [slum
- 14 and] blighted areas are matters of state policy and concern that may
- 15 be best addressed by the combined action of private enterprise,
- 16 municipal regulation, and other public action through approved
- 17 urban renewal plans. The legislature further finds that the repair
- 18 and rehabilitation of buildings and other improvements in affected
- 19 areas, public acquisition of real property, demolition of buildings
- 20 and other improvements as necessary to eliminate [slum or] blight
- 21 conditions or to prevent the spread of those conditions, the
- 22 disposition of property acquired in affected areas and incidental
- 23 to the purposes stated by this subsection, and other public
- 24 assistance to eliminate those conditions are public purposes for
- 25 which public money may be spent and the power of eminent domain
- 26 exercised.
- 27 SECTION 5. Sections 374.003(3), (18), (25), (26), and (28),

- 1 Local Government Code, are amended to read as follows:
- 2 (3) "Blighted area" means a tract or unit of property
- 3 [an area] that presents four or more of the following conditions for
- 4 at least one year after the date on which notice of the conditions
- 5 is provided to the property owner as required by Section
- 6 374.018(a)(1) or (b):
- 7 (A) the property contains uninhabitable, unsafe,
- 8 or abandoned structures;
- 9 (B) the property has inadequate provisions for
- 10 sanitation;
- 11 (C) there exists on the property an imminent harm
- 12 to life or other property caused by fire, flood, hurricane,
- 13 tornado, earthquake, storm, or other natural catastrophe declared
- 14 to be a disaster under Section 418.014, Government Code, or
- 15 certified as a disaster for federal assistance under Section
- 16 418.021, Government Code;
- 17 (D) the property has been identified by the
- 18 United States Environmental Protection Agency as a superfund site
- 19 under the federal Comprehensive Environmental Response,
- 20 Compensation, and Liability Act of 1980 (42 U.S.C. Section 9601 et
- 21 seq.) or as environmentally contaminated to an extent that the
- 22 property requires remedial investigation or a feasibility study;
- (E) the property has been the location of
- 24 substantiated and repeated illegal activity of which the property
- 25 owner knew or should have known;
- 26 (F) the maintenance of the property is below
- 27 county or municipal standards;

- 1 (G) the property is abandoned and contains a
- 2 structure that is not fit for its intended use because the
- 3 utilities, sewerage, plumbing, or heating or a similar service or
- 4 facility of the structure has been disconnected, destroyed,
- 5 removed, or rendered ineffective; or
- 6 (H) the property presents an economic liability
- 7 to the immediate area because of deteriorating structures or
- 8 hazardous conditions [is not a slum area, but that, because of
- 9 deteriorating buildings, structures, or other improvements;
- 10 defective or inadequate streets, street layout, or accessibility;
- 11 unsanitary conditions; or other hazardous conditions, adversely
- 12 affects the public health, safety, morals, or welfare of the
- 13 municipality and its residents, substantially retards the
- 14 provision of a sound and healthful housing environment, or results
- 15 in an economic or social liability to the municipality. The term
- 16 includes an area certified as a disaster area as provided by Section
- 17 $\frac{374.903}{}$].
- 18 (18) "Rehabilitation" means the restoration of
- 19 buildings or other structures to prevent deterioration of an area
- 20 that is tending to become a blighted area [or a slum area].
- 21 (25) "Urban renewal activities" includes [slum
- 22 clearance, redevelopment, rehabilitation, and conservation
- 23 activities to prevent further deterioration of an area that is
- 24 tending to become a blighted [or slum] area. The term includes:
- 25 (A) the acquisition of all or part of a [slum area
- 26 or blighted area or the acquisition of land that is predominantly
- 27 open and that, because of obsolete platting, diversity of

- 1 ownership, deterioration of structures or site improvements, or for
- 2 other reasons, substantially impairs or arrests the sound growth of
- 3 the community;
- 4 (B) the demolition and removal of buildings and
- 5 improvements;
- 6 (C) the installation, construction, or
- 7 reconstruction of streets, utilities, parks, playgrounds, and
- 8 other improvements necessary to fulfill urban renewal objectives in
- 9 accordance with an urban renewal plan;
- 10 (D) the disposition by the municipality of
- 11 property acquired in an urban renewal area for use in accordance
- 12 with an urban renewal plan, including the sale or initial lease of
- 13 the property at its fair value or the retention of the property;
- 14 (E) the implementation of plans for a program of
- 15 voluntary repair and rehabilitation of buildings or improvements in
- 16 accordance with an urban renewal plan; and
- 17 (F) the acquisition of real property in an urban
- 18 renewal area as necessary to remove or prevent the spread of blight
- 19 or deterioration or to provide land for needed public facilities.
- 20 (26) "Urban renewal area" means a [slum area,
- 21 blighted area[, or a combination of those areas] that the governing
- 22 body of a municipality designates as appropriate for an urban
- 23 renewal project.
- 24 (28) "Urban renewal project" includes any of the
- 25 following activities undertaken in accordance with an urban renewal
- 26 plan:
- 27 (A) municipal activities in an urban renewal area

- 1 that are designed to eliminate or to prevent the development or
- 2 spread of [slums and] blighted areas;
- 3 (B) [slum clearance and redevelopment in an urban
- 4 renewal area;
- $[\frac{C}{C}]$ rehabilitation or conservation in an urban
- 6 renewal area;
- 7 $\underline{\text{(C)}}$ [\(\frac{\text{(D)}}{\text{D}}\)] development of open land that, because
- 8 of location or situation, is necessary for sound community growth
- 9 and that is to be developed, by replatting and planning, for
- 10 predominantly residential uses; or
- (D) $[\frac{E}{D}]$ any combination or part of the
- 12 activities described by Paragraphs (A)-(C) $[\frac{(A)-(D)}{(D)}]$.
- 13 SECTION 6. Section 374.011, Local Government Code, is
- 14 amended by amending Subsection (a) and adding Subsection (d) to
- 15 read as follows:
- 16 (a) Except as provided by Section 374.012, a municipality
- 17 may not exercise a power granted under this chapter unless:
- 18 (1) the governing body of the municipality adopts a
- 19 resolution that finds that a [slum area or] blighted area exists in
- 20 the municipality and that the rehabilitation, the conservation, or
- 21 the [slum clearance and] redevelopment of the area is necessary for
- 22 the public health, safety, morals, or welfare of the residents of
- 23 the municipality; and
- 24 (2) a majority of the municipality's voters voting in
- 25 an election held as provided by Subsection (b) favor adoption of the
- 26 resolution.
- 27 (d) The governing body of the municipality must determine

- 1 that each unit of real property included in a resolution under
- 2 Subsection (a) has the characteristics of blight.
- 3 SECTION 7. Section 374.012(c), Local Government Code, is
- 4 amended to read as follows:
- 5 (c) The resolution ordering the election and the notice of
- 6 the election must contain:
- 7 (1) a complete legal description of <u>each unit of</u>
- 8 property [the area] included in the proposed project;
- 9 (2) a statement of the nature of the proposed project;
- 10 [and]
- 11 (3) a statement of the total amount of local funds to
- 12 be spent on the proposed project; and
- 13 (4) a statement that each unit of property has the
- 14 characteristics of blight.
- SECTION 8. Section 374.013(a), Local Government Code, is
- 16 amended to read as follows:
- 17 (a) To further the urban renewal objectives of this chapter,
- 18 a municipality may formulate a workable program to use appropriate
- 19 private and public resources, including the resources specified by
- 20 Subsection (b), to encourage urban rehabilitation, to provide for
- 21 the redevelopment of [slum and] blighted areas, or to undertake
- 22 those activities or other feasible municipal activities as may be
- 23 suitably employed to achieve the objective of the program. The
- 24 program must specifically include provisions relating to:
- 25 (1) prevention, through diligent enforcement of
- 26 housing and occupancy controls and standards, of the expansion of
- 27 blight into areas of the municipality that are free from blight; and

- 1 (2) rehabilitation or conservation of [slum and]
- 2 blighted areas as far as practicable to areas that are free from
- 3 blight through replanning, removing congestion, providing parks,
- 4 playgrounds, and other public improvements, encouraging voluntary
- 5 rehabilitation and requiring the repair and rehabilitation of
- 6 deteriorated or deteriorating structures[, and the clearance and
- 7 redevelopment of slum areas].
- 8 SECTION 9. Section 374.014(a), Local Government Code, is
- 9 amended to read as follows:
- 10 (a) A municipality may not prepare an urban renewal plan for
- 11 an area unless the governing body of the municipality has, by
- 12 resolution, declared the area to be a [slum area, a] blighted area[7
- 13 $\frac{\text{or both}_{r}}{\text{or and has designated the area as appropriate for an urban}$
- 14 renewal project. The governing body may not approve an urban
- 15 renewal plan until a general plan has been prepared for the
- 16 municipality. A municipality may not acquire real property for an
- 17 urban renewal project until the governing body has approved the
- 18 urban renewal plan as provided by Subsection (d).
- 19 SECTION 10. Sections 374.015(a) and (d), Local Government
- 20 Code, are amended to read as follows:
- 21 (a) A municipality may exercise all powers necessary or
- 22 convenient to carry out the purposes of this chapter, including the
- 23 power to:
- 24 (1) conduct preliminary surveys to determine if
- 25 undertaking an urban renewal project is feasible;
- 26 (2) conduct urban renewal projects within its area of
- 27 operation;

- 1 (3) execute contracts and other instruments necessary
- 2 or convenient to the exercise of its powers under this chapter;
- 3 (4) provide, arrange, or contract for the furnishing
- 4 or repair by any person of services, privileges, works, streets,
- 5 roads, public utilities, or other facilities in connection with an
- 6 urban renewal project, including installation, construction, and
- 7 reconstruction of streets, utilities, parks, playgrounds, and
- 8 other public improvements necessary to carry out an urban renewal
- 9 project;
- 10 (5) acquire any real property, including
- 11 improvements, and any personal property necessary for
- 12 administrative purposes, that is necessary or incidental to an
- 13 urban renewal project, hold, improve, clear, or prepare the
- 14 property for redevelopment, mortgage or otherwise encumber or
- 15 dispose of the real property, insure or provide for the insurance of
- 16 real or personal property or municipal operations against any risk
- 17 or hazard and to pay premiums on that insurance, and enter any
- 18 necessary contracts;
- 19 (6) invest urban renewal project funds held in
- 20 reserves or sinking funds, or not required for immediate
- 21 disbursement, in property or securities in which banks may legally
- 22 invest funds subject to their control, redeem bonds issued under
- 23 Section 374.026 at the redemption price established in the bond, or
- 24 purchase those bonds at less than the redemption price, and cancel
- 25 the bonds redeemed or purchased;
- 26 (7) borrow money and apply for and accept advances,
- 27 loans, grants, contributions, and other forms of financial

- 1 assistance from the federal, state, or county government, other
- 2 public body, or other public or private sources for the purposes of
- 3 this chapter, give any required security, and make and carry out any
- 4 contracts in connection with the financial assistance;
- 5 (8) make plans necessary to carry out this chapter in
- 6 its area of operation, contract with any person in making and
- 7 carrying out the plans, and adopt, approve, modify or amend the
- 8 plans;
- 9 (9) develop, test, and report methods and techniques
- 10 for the prevention of [slums and] urban blight, conduct
- 11 demonstrations and other activities in connection with those
- 12 methods and techniques, and apply for, accept, and use federal
- 13 grants made for those purposes;
- 14 (10) prepare plans and provide reasonable assistance
- 15 for the relocation of persons displaced from an urban renewal
- 16 project area, including families, business concerns, and others, as
- 17 necessary to acquire possession and to clear the area in order to
- 18 conduct the urban renewal project;
- 19 (11) appropriate funds and make expenditures as
- 20 necessary to implement this chapter and, subject to Subsection (c),
- 21 levy taxes and assessments for that purpose;
- 22 (12) close, vacate, plan, or replan streets, roads,
- 23 sidewalks, ways, or other places, plan, replan, zone, or rezone any
- 24 part of the municipality and make exceptions from building
- 25 regulations, and enter agreements with an urban renewal agency
- 26 vested with urban renewal powers under Subchapter C, which may
- 27 extend over any period, restricting action to be taken by the

- 1 municipality under any of the powers granted under this chapter;
- 2 (13) organize, coordinate, and direct the
- 3 administration of this chapter within the area of operation as
- 4 those provisions apply to the municipality to most effectively
- 5 promote and achieve the purposes of this chapter and establish new
- 6 municipal offices or reorganize existing offices as necessary to
- 7 most effectively implement those purposes; and
- 8 (14) issue tax increment bonds.
- 9 (d) A [Except as provided by Section 374.016, a]
- 10 municipality may acquire by condemnation any interest in real
- 11 property, including a fee simple interest, that the municipality
- 12 considers necessary for or in connection with an urban renewal
- 13 project. Property dedicated to a public use may be acquired in that
- 14 manner, except that property belonging to the state or to a
- 15 political subdivision of the state may not be acquired without the
- 16 consent of the state or political subdivision.
- 17 SECTION 11. Section 374.017(d), Local Government Code, is
- 18 amended to read as follows:
- 19 (d) Real property or an interest in real property subject to
- 20 this section may only be sold, leased, or otherwise transferred or
- 21 retained at not less than the fair value of the property for uses in
- 22 accordance with the urban renewal plan. In determining the fair
- 23 value, the municipality shall consider:
- 24 (1) the uses provided in the urban renewal plan;
- 25 (2) any restrictions on and any covenants, conditions,
- 26 and obligations assumed by the purchaser, lessee, or municipality
- 27 in retaining the property;

- 1 (3) the objectives of the plan for the prevention of
- 2 the recurrence of [slums or] blighted areas; and
- 3 (4) any other matters that the municipality specifies
- 4 as appropriate.
- 5 SECTION 12. Section 374.021(b), Local Government Code, is
- 6 amended to read as follows:
- 7 (b) In this section, "urban renewal project powers"
- 8 includes the rights, powers, functions, and duties of a
- 9 municipality under this chapter. The term does not include the
- 10 power to:
- 11 (1) determine an area as a [slum area,] blighted
- 12 area[, or both] and to designate that area as appropriate for an
- 13 urban renewal project;
- 14 (2) approve and amend urban renewal plans and hold
- 15 public hearings relating to those plans;
- 16 (3) establish a general plan for the locality as a
- 17 whole;
- 18 (4) establish a workable program under Section
- 19 374.013;
- 20 (5) make determinations and findings under Section
- 21 374.011(a), 374.013(b), or 374.014(d);
- 22 (6) issue general obligation bonds; and
- 23 (7) appropriate funds, levy taxes and assessments, and
- 24 exercise other functions under Subdivisions (11) and (12) of
- 25 Section 374.015(a).
- SECTION 13. Subchapter B, Chapter 374, Local Government
- 27 Code, is amended by adding Sections 374.018 and 374.019 to read as

- 1 follows:
- 2 Sec. 374.018. LIMITATIONS ON CHARACTERIZATIONS OF BLIGHT.
- 3 (a) Notwithstanding any other law, an area may not be considered a
- 4 blighted area on the basis of a condition described by Section
- 5 374.003 unless:
- 6 (1) the municipality has given notice in writing to
- 7 the property owner by first class mail regarding the condition to
- 8 the:
- 9 (A) last known address of the property owner; and
- 10 (B) physical address of the property; and
- 11 (2) the property owner fails to take reasonable
- 12 measures to remedy the condition.
- 13 (b) If a mailing address for the property owner cannot be
- 14 determined, the municipality shall post notice in writing regarding
- 15 the condition in a conspicuous place on the property.
- 16 <u>(c) An area may not be considered a blighted area solely for</u>
- 17 an aesthetic reason.
- 18 (d) A determination by a municipality that a unit of real
- 19 property has the characteristics of blight is valid for two years.
- (e) After the two-year period prescribed by Subsection (d),
- 21 a municipality may make a new determination that the unit of real
- 22 property has the characteristics of blight and redesignate the unit
- 23 of real property as a blighted area for another two-year period.
- 24 (f) A municipality may remove a determination of blight
- 25 under this chapter if the municipality finds that the property
- 26 owner has remedied the condition that was the basis for the
- 27 determination.

- 1 Sec. 374.019. COMMON OWNER PROPERTY. For the purposes of
- 2 this chapter and Chapter 21, Property Code, if a municipality
- 3 <u>determines that two or more contiguous units</u> of real property that
- 4 are owned by the same person have the characteristics of blight, the
- 5 municipality may treat those units of property as one unit of
- 6 property.
- 7 SECTION 14. Section 2206.001(b), Government Code, is
- 8 amended to read as follows:
- 9 (b) A governmental or private entity may not take private
- 10 property through the use of eminent domain if the taking:
- 11 (1) confers a private benefit on a particular private
- 12 party through the use of the property;
- 13 (2) is for a public use that is merely a pretext to
- 14 confer a private benefit on a particular private party; or
- 15 (3) is for economic development purposes, unless the
- 16 economic development results [is a secondary purpose resulting]
- 17 from municipal community development or municipal urban renewal
- 18 activities to eliminate an existing affirmative harm on society
- 19 from [slum or] blighted areas under:
- 20 (A) Chapter 373 or 374, Local Government Code,
- 21 other than an activity described by Section 373.002(b)(5), Local
- 22 Government Code; or
- 23 (B) Section 311.005(a)(1)(I), Tax Code.
- SECTION 15. Section 21.041, Property Code, is amended to
- 25 read as follows:
- Sec. 21.041. EVIDENCE. As the basis for assessing actual
- 27 damages to a property owner from a condemnation, the special

- 1 commissioners shall admit evidence on:
- 2 (1) the value of the property being condemned;
- 3 (2) the injury to the property owner, including the
- 4 financial damages associated with the cost of relocating from the
- 5 condemned property, if the property was habitable, to another
- 6 property that allows the property owner to have a standard of living
- 7 comparable to the property owner's standard of living before the
- 8 condemnation of the property;
- 9 (3) the benefit to the property owner's remaining
- 10 property; and
- 11 (4) the use of the property for the purpose of the
- 12 condemnation.
- SECTION 16. Section 21.042(d), Property Code, is amended to
- 14 read as follows:
- 15 (d) In estimating injury or benefit under Subsection (c),
- 16 the special commissioners shall consider an injury or benefit that
- 17 is peculiar to the property owner, including the property owner's
- 18 financial damages described by Section 21.041(2), and that relates
- 19 to the property owner's ownership, use, or enjoyment of the
- 20 particular parcel of real property, but they may not consider an
- 21 injury or benefit that the property owner experiences in common
- 22 with the general community.
- SECTION 17. Sections 21.046(a) and (b), Property Code, are
- 24 amended to read as follows:
- 25 (a) A department, agency, instrumentality, or political
- 26 subdivision of this state shall [may] provide a relocation advisory
- 27 service for an individual, a family, a business concern, a farming

- 1 or ranching operation, or a nonprofit organization that [if the
- 2 service] is compatible with the Federal Uniform Relocation
- 3 Assistance Advisory Program, <u>42 U.S.C. Section 4601</u> [23 U.S.C.A.
- $4 \frac{501}{7}$] et seq.
- 5 (b) This state or a political subdivision of this state
- 6 <u>shall</u> [may], as a cost of acquiring real property, pay moving
- 7 expenses and rental supplements, make relocation payments, provide
- 8 financial assistance to acquire replacement housing, and
- 9 compensate for expenses incidental to the transfer of the property
- 10 if an individual, a family, the personal property of a business, a
- 11 farming or ranching operation, or a nonprofit organization is
- 12 displaced in connection with the acquisition.
- SECTION 18. Section 311.002, Tax Code, is amended by adding
- 14 Subdivision (5) to read as follows:
- 15 (5) "Blighted area" has the meaning assigned by
- 16 <u>Section 374.003(3)</u>, <u>Local Government Code</u>.
- SECTION 19. Sections 311.008(b) and (e), Tax Code, are
- 18 amended to read as follows:
- 19 (b) A municipality or county may exercise any power
- 20 necessary and convenient to carry out this chapter, including the
- 21 power to:
- (1) cause project plans to be prepared, approve and
- 23 implement the plans, and otherwise achieve the purposes of the
- 24 plan;
- 25 (2) acquire real property by purchase[, condemnation,
- 26 or other means to implement project plans and sell that property on
- 27 the terms and conditions and in the manner it considers advisable;

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H.B. No. 417
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- 1 (3) enter into agreements, including agreements with
- 2 bondholders, determined by the governing body of the municipality
- 3 or county to be necessary or convenient to implement project plans
- 4 and achieve their purposes, which agreements may include
- 5 conditions, restrictions, or covenants that run with the land or
- 6 that by other means regulate or restrict the use of land; and
- 7 (4) consistent with the project plan for the zone:
- 8 (A) acquire [blighted, deteriorated,
- 9 deteriorating, undeveloped, or inappropriately developed] real
- 10 property or other property in a blighted area, an undeveloped area,
- 11 or in a federally assisted new community in the zone for the
- 12 preservation or restoration of historic sites, beautification or
- 13 conservation, the provision of public works or public facilities,
- 14 or other public purposes;
- 15 (B) acquire, construct, reconstruct, or install
- 16 public works, facilities, or sites or other public improvements,
- 17 including utilities, streets, street lights, water and sewer
- 18 facilities, pedestrian malls and walkways, parks, flood and
- 19 drainage facilities, or parking facilities, but not including
- 20 educational facilities; [or]
- (C) in a reinvestment zone created on or before
- 22 September 1, 1999, acquire, construct, or reconstruct educational
- 23 facilities in the municipality; or
- (D) acquire by condemnation any interest,
- 25 <u>including a fee simple interest</u>, in real property that is a blighted
- 26 area and necessary for the reinvestment zone.
- (e) A municipality or county may acquire by condemnation an

- 1 interest in real property only if the taking is in accordance with
- 2 Chapter 2206, Government Code. [The implementation of a project
- 3 plan to alleviate a condition described by Section 311.005(a)(1),
- 4 (2), or (3) and to promote development or redevelopment of a
- 5 reinvestment zone in accordance with this chapter serves a public
- 6 purpose.]
- 7 SECTION 20. (a) The following provisions of the Local
- 8 Government Code are repealed:
- 9 (1) Section 374.003(19); and
- 10 (2) Section 374.016.
- 11 (b) Section 311.008(c), Tax Code, is repealed.
- 12 SECTION 21. The change in law made by this Act applies only
- 13 to a condemnation proceeding in which the condemnation petition is
- 14 filed on or after the effective date of this Act. A condemnation
- 15 proceeding pending on the effective date of this Act is governed by
- 16 the law in effect immediately before the effective date of this Act,
- 17 and that law is continued in effect for that purpose.
- 18 SECTION 22. This Act takes effect immediately if it
- 19 receives a vote of two-thirds of all the members elected to each
- 20 house, as provided by Section 39, Article III, Texas Constitution.
- 21 If this Act does not receive the vote necessary for immediate
- 22 effect, this Act takes effect September 1, 2009.