By: DuttonH.B. No. 2262Substitute the following for H.B. No. 2262:C.S.H.B. No. 2262By: SimpsonC.S.H.B. No. 2262

A BILL TO BE ENTITLED

1 AN ACT 2 relating to municipal fees. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Subchapter Z, Chapter 214, Local Government 5 Code, is amended by adding Section 214.907 to read as follows: 6 Sec. 214.907. REAUTHORIZATION OF BUILDING PERMIT FEES. (a) In this section, "building permit fee" means a fee charged by a 7 municipality as a condition to constructing, renovating, or 8 remodeling a structure. 9 (b) A building permit fee is abolished on the 10th 10 11 anniversary after the date the fee is adopted or most recently 12 reauthorized under this section unless the governing body of the municipality that adopted or reauthorized the fee: 13 14 (1) holds a public hearing on the reauthorization of the fee; and 15 16 (2) reauthorizes the fee by vote of the governing 17 body. SECTION 2. Subsection (e), 18 Section 552.053, Local Government Code, as added by Chapters 278 (S.B. 874) and 539 (S.B. 19 1522), Acts of the 81st Legislature, Regular Session, 2009, is 20 21 reenacted and amended to read as follows: 22 The following property is exempt from drainage charges (e) under Section 552.047 and all ordinances, resolutions, and rules 23

24 adopted under this subchapter:

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C.S.H.B. No. 2262 1 (1) property owned by a county in which a municipality described by Section 552.044(8)(A) is located; 2 3 (2) property owned by a school district located wholly or partly in a municipality described by Section 552.044(8)(A); and 4 5 (3) property located in a municipality with a population of 1.9 million or more that is owned by: 6 7 (A) a church, synagogue, or other organization or association organized primarily for religious purposes; 8 9 (B) a nonprofit organization that is exempt from federal income taxation under Section 501(a), Internal Revenue Code 10 of 1986, by being certified as an exempt organization under Section 11 501(c)(3) of that code; or 12 (C) an entity authorized to impose a tax. 13 SECTION 3. Section 552.053, Local Government Code, 14 is 15 amended by adding Subsection (f) to read as follows: 16 (f) A municipality with a population of 1.9 million or more 17 may not increase a drainage charge on nonexempt property to compensate for amounts not collected as a result of providing 18 exemptions required by this section. 19 SECTION 4. Section 580.003, Local Government Code, 20 as redesignated by Chapter 885 (H.B. 2278), Acts of the 80th 21 Legislature, Regular Session, 2007, and amended by Chapters 1356 22 (H.B. 462) and 1430 (S.B. 3), Acts of the 80th Legislature, Regular 23 24 Session, 2007, is reenacted and amended to read as follows: 25 Sec. 580.003. EXEMPTIONS OF CERTAIN PROPERTY FROM 26 INFRASTRUCTURE FEES. (a) Except as provided by Subsection (b), no county, municipality, or utility district may collect from a state 27

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1 agency or a public or private institution of higher education any 2 fee charged for the development or maintenance of programs or 3 facilities for the control of excess water or storm water.

4 (b) A municipality with a population of 25,000 or less and 5 through which the Bosque River runs may collect from a state agency 6 or public institution of higher education a fee charged for the 7 development or maintenance of programs <u>or</u> [of] facilities for the 8 control of excess water or storm water.

9 (c) A municipality with a population of 1.9 million or more 10 may not collect any fee charged for the development or maintenance 11 of programs or facilities for the control of excess water or storm 12 water from:

13 (1) a church, synagogue, or other organization or
 14 association organized primarily for religious purposes;

15 (2) a nonprofit organization that is exempt from 16 federal income taxation under Section 501(a), Internal Revenue Code 17 of 1986, by being certified as an exempt organization under Section 18 501(c)(3) of that code; or

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(3) an entity authorized to impose a tax.

20 (d) A municipality with a population of 1.9 million or more
21 may not increase a fee on nonexempt property to compensate for
22 amounts not collected as a result of providing exemptions required
23 by this section.

SECTION 5. To the extent of any conflict, this Act prevails over another Act of the 82nd Legislature, Regular Session, 2011, relating to nonsubstantive additions to and corrections in enacted codes.

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1 SECTION 6. This Act takes effect immediately if it receives 2 a vote of two-thirds of all the members elected to each house, as 3 provided by Section 39, Article III, Texas Constitution. If this 4 Act does not receive the vote necessary for immediate effect, this 5 Act takes effect September 1, 2011.