By: Munoz, Jr. H.B. No. 3674

A BILL TO BE ENTITLED

1	AN ACT
---	--------

- 2 relating to the eligibility of a municipality for the Historic
- 3 Courthouse Preservation and Maintenance Programs.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1: Section 442.0081 of the Government Code is
- 6 amended to read as follows:
- 7 Sec. 442.0081. HISTORIC COURTHOUSE PRESERVATION AND MAINTENANCE
- PROGRAMS; GRANTS AND LOANS.
- 9 (a) The commission shall administer a historic courthouse
- 10 preservation program.
- 11 (b) A county or municipality that owns a historic courthouse
- 12 may apply to the commission for a grant or loan for a historic
- 13 courthouse project. The application must:
- 14 (1) state the location of the courthouse;
- 15 (2) state whether the courthouse is or is likely to
- 16 become a historic structure;
- 17 (3) state the amount of money or in-kind contributions
- 18 that the county promises to contribute to the project;
- 19 (4) state whether the courthouse is currently
- 20 functioning as a courthouse;
- 21 (5) include any plans, including a master preservation
- 22 plan, that the county may have for the project; and
- 23 (6) include any other information that the commission
- 24 by rule may require.

```
1 (c) The commission may grant or loan money to a county <u>or</u>
2 <u>municipality</u> that owns a historic courthouse, for the purpose of
3 preserving or restoring the courthouse, if the county's <u>or</u>
4 <u>municipality's</u> application meets the standards of the historic
5 courthouse preservation program. In considering whether to grant
6 an application, the commission shall consider the preferences and
7 factors listed in this section as well as any other factors that it
8 may provide by rule.
```

- 9 (d) In considering whether to grant an application, the 10 commission shall give preference to:
- 11 (1) a proposed project to preserve or restore a 12 courthouse:
- 13 (A) that is or is likely to become a historic 14 structure; and
- 15 (B) that:
- 16 (i) is still functioning as a courthouse;
- 17 (ii) was built before 1875; or
- 18 (iii) is subject to a conservation easement
- 19 held by the commission; and
- 20 (2) a county or municipality that will provide or has
- 21 provided at least 15 percent of the project's costs, including:
- 22 (A) in-kind contributions; and
- 23 (B) previous expenditures for master planning
- 24 and renovations on the courthouse that are the subject of the
- 25 application.
- 26 (e) In considering whether to grant an application, the
- 27 commission shall also consider the following factors:

- 1 (1) the amount of money available for a grant or loan
- 2 and the percentage of the costs that the county or municipality will
- 3 contribute;
- 4 (2) whether the county or municipality will contribute
- 5 any in-kind contribution such as labor or materials;
- 6 (3) the cost to preserve or restore the courthouse;
- 7 (4) the architectural style of the courthouse;
- 8 (5) the historic significance of the courthouse;
- 9 (6) the county's <u>or municipality's</u> master preservation
- 10 plan; and
- 11 (7) any other factors that the commission by rule may
- 12 provide.
- 13 (f) The commission shall adopt rules regarding the way in
- 14 which it will consider the following factors in analyzing a
- 15 county's or municipality's contribution to project costs under
- 16 Subsection (d)(2):
- 17 (1) the period during which past expenditures can be
- 18 considered;
- 19 (2) the amount of past expenditures that can be
- 20 considered; and
- 21 (3) the amount and type of in-kind contributions that
- 22 can be considered.
- 23 (g) The commission shall appoint a Texas Courthouse
- 24 Preservation Program Advisory Committee. The committee shall
- 25 assist the commission on matters relating to the historic
- 26 courthouse preservation program. The commission may reimburse a
- 27 committee member's travel expenses and provide a per diem for other

- 1 expenses from funds appropriated to the commission, but not from
- 2 funds in the historic courthouse preservation fund account created
- 3 by this chapter. Chapter 2110 applies to the committee, but the
- 4 committee must include:
- 5 (1) members from the different geographical areas of
- 6 the state;
- 7 (2) an equal number of members from counties with a
- 8 population of:
- 9 (A) 24,999 or less;
- 10 (B) 25,000 to 75,000; and
- 11 (C) 75,001 or more; and
- 12 (3) at least the following members:
- 13 (A) one or more elected county officials;
- 14 (B) one or more members of historical
- 15 organizations or persons with knowledge of and experience in
- 16 preservation who are not elected county officials; and
- 17 (C) one or more members of the general public who
- 18 do not meet the requirements of Paragraph (A) or (B).
- 19 (g-1) To help protect courthouses that have benefited from
- 20 the historic courthouse preservation program, the commission shall
- 21 develop and implement a maintenance program to assist counties
- 22 receiving money under the preservation program in continuing to
- 23 maintain, repair, and preserve the courthouses. The maintenance
- 24 program may include offering to periodically inspect the
- 25 courthouses and offering counties technical assistance and
- 26 information on best practices in maintaining the courthouses.
- 27 (h) The commission shall adopt rules necessary to implement

- 1 the historic courthouse preservation and maintenance programs.
- 2 SECTION 2: Section 442.0082 of the Government Code is
- 3 amended to read as follows:
- 4 Sec. 442.0082. HISTORIC COURTHOUSE PROJECT; REQUIREMENTS.
- 5 (a) Before incurring any expenses payable from funds received from
- 6 the commission under the historic courthouse preservation program,
- 7 a county or municipality must have a master preservation plan for
- 8 its historic courthouse project. The commission by rule shall
- 9 prescribe the minimum standards for a master preservation plan.
- 10 (b) A county or municipality that receives money under the
- 11 historic courthouse preservation program must use recognized
- 12 preservation standards for work on a historic courthouse project.
- 13 The commission by rule shall establish standards regarding the
- 14 quality of the work performed on a historic courthouse project.
- 15 (c) A county or municipality that receives money under the
- 16 historic courthouse preservation program for a historic courthouse
- 17 project may use the money only for eligible preservation and
- 18 restoration expenses that the commission by rule shall prescribe.
- 19 Eligible expenses may include costs for:
- 20 (1) structural, mechanical, electrical, and plumbing
- 21 systems and weather protection and emergency public safety issues
- 22 not covered by insurance;
- 23 (2) code and environmental compliance, including
- 24 complying with the federal Americans with Disabilities Act of 1990
- 25 and its subsequent amendments, Article 9102, Revised Statutes, and
- 26 other state laws relating to accessibility standards, hazardous
- 27 materials mitigation rules, and other similar concerns;

- 1 (3) replication of a missing architectural feature;
- 2 (4) removal of an inappropriate addition or
- 3 modification; and
- 4 (5) restoration of a courtroom or other significant
- 5 public space in a functional and historically appropriate manner.
- 6 (d) A county's or municipality's expenditure of money
- 7 received under this chapter for a historic courthouse project is
- 8 subject to audit by the state auditor in accordance with Chapter
- 9 321.
- 10 (e) The commission by rule shall provide for oversight
- 11 procedures on a project. These rules shall provide for reasonable
- 12 inspections by the commission as well as periodic reports by a
- 13 county on a project's progress.
- 14 SECTION 3: Section 442.0082 of the Government Code is
- 15 amended to read as follows:
- 16 Sec. 442.0083. FUNDING FOR HISTORIC COURTHOUSE
- 17 PRESERVATION PROGRAM; HISTORIC COURTHOUSE PRESERVATION FUND
- 18 ACCOUNT. (a) The historic courthouse preservation fund account is
- 19 a separate account in the general revenue fund. The account
- 20 consists of transfers made to the account, payments on loans made
- 21 under the historic courthouse preservation program, grants and
- 22 donations made for the purposes of the historic courthouse
- 23 preservation program, and income earned on investments of money in
- 24 the account. Appropriations to the commission for the historic
- 25 courthouse preservation program shall be deposited to the credit of
- 26 the account. Notwithstanding Section 404.071, income earned on
- 27 money in the account shall be deposited to the credit of the

- 1 account.
- 2 (b) Except as otherwise provided by Subsection (c), the
- 3 commission may use money in the historic courthouse preservation
- 4 fund account to provide a grant or loan to a county or municipality
- 5 that owns a historic courthouse for a historic courthouse project.
- 6 The grant or loan may be in the amount and according to the terms
- 7 that the commission by rule shall determine.
- 8 (c) The commission may use money in the historic courthouse
- 9 preservation fund account to provide a loan under the historic
- 10 courthouse preservation program only to the extent that the
- 11 legislature provides in the General Appropriations Act that money
- 12 appropriated to the commission for the program may be used to make
- 13 loans.
- 14 (d) As a condition for providing the money under this
- 15 section, the commission may require creation of a conservation
- 16 easement in the property, as provided by Chapter 183, Natural
- 17 Resources Code, in favor of the state and may require creation of
- 18 other appropriate covenants in favor of the state. The commission
- 19 may take any necessary action to enforce repayment of a loan or any
- 20 other agreements made under this section and Sections 442.0081 and
- 21 442.0082.
- (e) A grant for a historic courthouse project may not exceed
- 23 the greater of \$6 million or two percent of the amount appropriated
- 24 for implementing the historic courthouse preservation program
- 25 during the state fiscal biennium.
- 26 (f) Biennial appropriations to the commission for
- 27 administering the historic courthouse preservation and maintenance

- 1 programs during a state fiscal biennium, including providing
- 2 oversight for historic courthouse projects, may not exceed 2-1/2
- 3 percent of the amount appropriated for implementing the historic
- 4 courthouse preservation and maintenance programs during the state
- 5 fiscal biennium.
- 6 (g) The commission by rule may set a limit on the loan amount
- 7 for a historic courthouse project. This amount may be expressed as
- 8 a dollar amount or as a percentage of the total amount appropriated
- 9 for implementing the historic courthouse preservation program
- 10 during the state fiscal biennium.
- 11 (h) The commission may accept a gift, grant, or other
- 12 donation for the historic courthouse preservation program or a
- 13 specific historic courthouse project.
- 14 SECTION 4: This Act takes effect immediately if it receives
- 15 a vote of two-thirds of all the members elected to each house, as
- 16 provided by Section 39, Article III, Texas Constitution. If this
- 17 Act does not receive the vote necessary for immediate effect, this
- 18 Act takes effect September 1, 2013.