By: Huberty H.B. No. 3311

A BILL TO BE ENTITLED

AN ACT

2 relating to the date and time for the public sale of real property.

- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- SECTION 1. The heading to Section 34.041, Civil Practice 4
- 5 and Remedies Code, is amended to read as follows:
- 6 Sec. 34.041. SALE AT PLACE OTHER THAN COURTHOUSE DOOR; DATE
- 7 AND TIME OF SALE.

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- SECTION 2. Section 34.041, Civil Practice and Remedies 8
- 9 Code, is amended by adding Subsection (c) to read as follows:
- (c) A sale of real property under this subchapter must take 10
- place between 10 a.m. and 4 p.m. on the first Tuesday of a month or, 11
- if the first Tuesday of a month is a federal, state, or local 12
- holiday, between 10 a.m. and 4 p.m. on the following business day. 13
- 14 Notwithstanding Section 22.004, Government Code, the supreme court
- may not amend or adopt rules in conflict with this subsection. 15
- 16 SECTION 3. Section 51.002, Property Code, is amended by
- amending Subsection (a) and adding Subsection (j) to read as 17
- 18 follows:
- Except as provided by Subsection (j), a [A] sale of real 19
- property under a power of sale conferred by a deed of trust or other 20
- 21 contract lien must be a public sale at auction held between 10 a.m.
- and 4 p.m. of the first Tuesday of a month. Except as provided by 22
- 23 Subsection (h), the sale must take place at the county courthouse in
- the county in which the land is located, or if the property is 24

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- 1 located in more than one county, the sale may be made at the
- 2 courthouse in any county in which the property is located. The
- 3 commissioners court shall designate the area at the courthouse
- 4 where the sales are to take place and shall record the designation
- 5 in the real property records of the county. The sale must occur in
- 6 the designated area. If no area is designated by the commissioners
- 7 court, the notice of sale must designate the area where the sale
- 8 covered by that notice is to take place, and the sale must occur in
- 9 that area.
- 10 <u>(j)</u> If the first Tuesday of a month is a federal, state, or
- 11 local holiday, a sale of real property under this section must be
- 12 held between 10 a.m. and 4 p.m. on the following business day.
- 13 SECTION 4. Section 34.01, Tax Code, is amended by adding
- 14 Subsection (r-1) to read as follows:
- 15 <u>(r-1)</u> A sale of real property under this section, including
- 16 <u>a sale conducted by means of a public auction using online bidding</u>
- 17 and sale under Subsection (a-1), must take place between 10 a.m. and
- 18 4 p.m. on the first Tuesday of a month or, if the first Tuesday of a
- 19 month is a federal, state, or local holiday, between 10 a.m. and 4
- 20 p.m. on the following business day.
- 21 SECTION 5. Section 34.07(f), Tax Code, is amended to read as
- 22 follows:
- 23 (f) A suit filed against the taxing units under Subsection
- 24 (d) may not be maintained unless the action is instituted before the
- 25 first anniversary of the date of sale or resale. In this subsection:
- 26 (1) "Date of sale" means the date [first Tuesday of the
- 27 month] on which the sheriff or constable conducted the sale of the

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- 1 property under Section 34.01.
- 2 (2) "Date of resale" means the date on which the
- 3 grantor's acknowledgment was taken or, in the case of multiple
- 4 grantors, the latest date of acknowledgment by the grantors as
- 5 shown in the deed.
- 6 SECTION 6. The changes in law made by this Act apply only to
- 7 the sale of real property under Subchapter C, Chapter 34, Civil
- 8 Practice and Remedies Code, Section 51.002, Property Code, or
- 9 Section 34.01, Tax Code, for which notice is given on or after the
- 10 effective date of this Act.
- 11 SECTION 7. This Act takes effect immediately if it receives
- 12 a vote of two-thirds of all the members elected to each house, as
- 13 provided by Section 39, Article III, Texas Constitution. If this
- 14 Act does not receive the vote necessary for immediate effect, this
- 15 Act takes effect September 1, 2017.