By: González of El Paso

H.B. No. 452

A BILL TO BE ENTITLED

	AN ACT

- 2 relating to a study regarding the feasibility of creating a
- 3 mechanism by which a governmental entity could acquire small
- 4 parcels of real property in an area and convey them to a developer
- 5 in order to ensure the property is developed in compliance with
- 6 model subdivision rules.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 8 SECTION 1. (a) The General Land Office, in cooperation with
- 9 the secretary of state, the commissioners court of the county, and
- 10 the colonia ombudsperson in the county, if applicable, shall
- 11 conduct a study of the feasibility of establishing a mechanism by
- 12 which a governmental entity could:
- 13 (1) acquire contiguous small parcels of real property
- 14 that:
- 15 (A) have nominal value; and
- 16 (B) are located in a county that has a population
- of more than 800,000 and is located on the international border;
- 18 (2) combine the properties described by Subdivision
- 19 (1) of this subsection in a manner that makes the properties
- 20 marketable for development; and
- 21 (3) convey the properties described by Subdivision (1)
- 22 of this subsection for development in a manner that complies with
- 23 standards prescribed by model subdivision rules adopted under
- 24 Section 16.343, Water Code.

- 1 (b) The study conducted under this section must:
- 2 (1) establish methods for identifying property that is
- 3 suitable for acquisition;
- 4 (2) establish methods for identifying owners of
- 5 property that is considered suitable for acquisition;
- 6 (3) establish methods for notifying the owners of the
- 7 owners' tax obligations;
- 8 (4) identify appropriate methods of acquiring,
- 9 holding title to, and conveying the property and include an
- 10 analysis of the appropriateness of acquiring the property through
- 11 the use of a land trust, land bank, or other mechanism;
- 12 (5) identify appropriate methods of compensating the
- 13 owners of the property acquired;
- 14 (6) identify any appropriate land use or development
- 15 requirements or restrictions for the property; and
- 16 (7) identify any legislative action necessary to
- 17 facilitate the establishment of a mechanism described by this
- 18 section.
- 19 (c) In identifying appropriate methods of acquiring title
- 20 to property under Subsection (b) of this section, the study may not
- 21 consider and the report required by Subsection (e) of this section
- 22 may not recommend the exercise of the power of eminent domain.
- 23 (d) In assessing the feasibility of using a land bank to
- 24 acquire, hold title to, and convey property under Subsection (b) of
- 25 this section, the study must:
- 26 (1) determine the legality of an economic development
- 27 corporation participating in a land bank;

- 1 (2) address the feasibility of expediting the process
- 2 for a land bank to purchase properties on which the taxes are
- 3 delinquent; and
- 4 (3) identify an appropriate state agency capable of
- 5 providing administrative or personnel assistance to a governmental
- 6 entity attempting to:
- 7 (A) identify owners of property that is
- 8 considered suitable for acquisition by a land bank and notify those
- 9 owners of the owners' tax obligations;
- 10 (B) combine properties in a manner that makes the
- 11 properties marketable for development; and
- 12 (C) convey the properties for development in a
- 13 manner that complies with standards prescribed by model subdivision
- 14 rules adopted under Section 16.343, Water Code.
- 15 (e) Not later than December 1, 2022, the General Land Office
- 16 shall provide to the legislature a report containing the results of
- 17 the study conducted under this section.
- 18 SECTION 2. The General Land Office is required to implement
- 19 this Act only if the office receives donations to cover the cost of
- 20 conducting the study required by Section 1 of this Act in an amount
- 21 sufficient for that purpose.
- 22 SECTION 3. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect September 1, 2021.