Canales, Cain, Craddick, Perez, By:

H.B. No. 3713

Thompson of Brazoria

Substitute the following for H.B. No. 3713:

By: Martinez

C.S.H.B. No. 3713

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the conveyance of certain real property by certain
- navigation districts. 3
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4
- 5 SECTION 1. Subchapter C, Chapter 60, Water Code, is amended
- by adding Section 60.0381 to read as follows: 6
- Sec. 60.0381. CONVEYANCE OF LAND BY CERTAIN NAVIGATION 7
- DISTRICTS. (a) This section applies only to: 8
- 9 (1) a district that controls a ship channel or
- waterway that is the subject of a project that has been authorized 10
- or modified by the United States Congress in the Water Resources 11
- 12 Development Act of 2016 (Pub. L. No. 114-322, Title I, 130 Stat.
- 1632) or the Water Resources Development Act of 2020 (Pub. L. No. 13
- 116-260, Div. AA, 134 Stat. 2615); and 14
- 15 (2) a lease entered into before the effective date of
- 16 the Act enacting this section.
- (b) Notwithstanding any other provision of law, including 17
- Section 5007.004, Special District Local Laws Code, to the extent 18
- that a district has entered into a surface lease with an original 19
- term of at least 20 years, the district may sell the land, 20
- 21 improvements, easements, and any other interests in the real
- property or any part of the real property to the surface lease 22
- 23 counterparty according to this section. The land, improvements,
- 24 easements, and any other interests in real property may be conveyed

- 1 by the district to the surface lease counterparty, without
- 2 complying with the notice and bidding or other requirements of
- 3 Sections 60.040-60.042. The sale must be:
- 4 (1) approved by the port commission;
- 5 (2) executed by the chair of the port commission;
- 6 (3) attested by the executive director of the
- 7 district; and
- 8 <u>(4) made for an amount that is not less than the</u>
- 9 reasonable market value of the land, improvements paid for by the
- 10 district, easements, or other interest in real property, as
- 11 applicable, at the time of contracting for the sale.
- 12 (c) Money received from the sale of real property as
- 13 described by this section in excess of the sum of the reasonable
- 14 market value of the property and the amount of rent due for the
- 15 <u>unexpired term of the surface lease may be used only for the purpose</u>
- 16 of a project that has been authorized or modified by the United
- 17 States Congress in the Water Resources Development Act of 2016
- 18 (Pub. L. No. 114-322, Title I, 130 Stat. 1632) or the Water
- 19 Resources Development Act of 2020 (Pub. L. No. 116-260, Div. AA, 134
- 20 Stat. 2615).
- 21 SECTION 2. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2021.