By: King of Uvalde H.B. No. 4429

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to notice of water and wastewater requirements for the
- 3 foreclosure sale of residential properties by certain political
- 4 subdivisions.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Sections 232.0315(a) and (b), Local Government
- 7 Code, are amended to read as follows:
- 8 (a) This section applies only to a <u>political subdivision</u>
- 9 [county] that sells:
- 10 (1) under Section 34.01, Tax Code, real property
- 11 presumed to be for residential use under Section 232.022; or
- 12 (2) under Section 3, Part VI, Texas Rules of Civil
- 13 Procedure, and Chapter 34, Civil Practice and Remedies Code, real
- 14 property presumed to be for residential use under Section 232.022,
- 15 taken by virtue of a writ of execution.
- 16 (b) A political subdivision [county] shall include in the
- 17 public notice of sale of the property and the deed conveying the
- 18 property a statement substantially similar to the following:
- "THIS SALE IS BEING CONDUCTED PURSUANT TO STATUTORY OR
- 20 JUDICIAL REQUIREMENTS. BIDDERS WILL BID ON THE RIGHTS, TITLE, AND
- 21 INTERESTS, IF ANY, IN THE REAL PROPERTY OFFERED.
- "THE PROPERTY IS SOLD AS IS, WHERE IS, AND WITHOUT ANY
- 23 WARRANTY, EITHER EXPRESS OR IMPLIED. NEITHER THE COUNTY NOR THE
- 24 SHERIFF'S DEPARTMENT WARRANTS OR MAKES ANY REPRESENTATIONS ABOUT

- H.B. No. 4429
- 1 THE PROPERTY'S TITLE, CONDITION, HABITABILITY, MERCHANTABILITY, OR
- 2 FITNESS FOR A PARTICULAR PURPOSE. BUYERS ASSUME ALL RISKS.
- 3 "IN SOME SITUATIONS, A LOT OF FIVE ACRES OR LESS IS PRESUMED
- 4 TO BE INTENDED FOR RESIDENTIAL USE. HOWEVER, IF THE PROPERTY LACKS
- 5 WATER OR WASTEWATER SERVICE, THE PROPERTY MAY NOT QUALIFY FOR
- 6 RESIDENTIAL USE. A POTENTIAL BUYER WHO WOULD LIKE MORE INFORMATION
- 7 SHOULD MAKE ADDITIONAL INQUIRIES OR CONSULT WITH PRIVATE COUNSEL."
- 8 SECTION 2. Section 34.01(e), Tax Code, is amended to read as
- 9 follows:
- 10 (e) A notice of sale under Subsection (c) must substantially
- 11 comply with this subsection. The notice must include:
- 12 (1) a statement of the authority under which the sale
- 13 is to be made;
- 14 (2) the date, time, and location of the sale; [and]
- 15 (3) a brief description of the property to be sold; and
- 16 (4) the statement required by Section 232.0315, Local
- 17 Government Code, if the real property subject to the sale is located
- 18 in a county subject to Chapter 232 of that code and is presumed to be
- 19 for residential use under Section 232.022 of that code.
- 20 SECTION 3. The changes in law made by this Act apply only to
- 21 a sale for which public notice is required on or after the effective
- 22 date of this Act. A sale for which public notice is required before
- 23 the effective date of this Act is covered by the law in effect when
- 24 the public notice was provided, and the former law is continued in
- 25 effect for that purpose.
- 26 SECTION 4. This Act takes effect September 1, 2021.