By: Lambert, Metcalf, Shine, Darby, Bailes H.B. No. 2574

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to requirements for notice advertising the sale of
- property to enforce a self-service storage facility lien. 3
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4
- SECTION 1. Sections 59.042(b) and (c), Property Code, are 5
- amended to read as follows: 6
- (b) If the tenant fails to satisfy the claim on or before the 7
- 14th day after the date the notice is delivered, the lessor must 8
- publish or post notices advertising the sale or otherwise give 9
- notice advertising the sale in a commercially reasonable manner as 10
- provided by this subchapter. 11
- 12 (c) The [If notice is by publication, the] lessor may not
- sell the property until: 13
- 14 (1) the 15th day after the date the notice advertising
- the sale is first published, if the notice is by publication; 15
- (2) [. If notice is by posting, the lessor may sell 16
- the property after] the 10th day after the date the notices 17
- advertising the sale are posted, if the notice is by posting; or 18
- (3) the 10th day after the date the notice is given, if 19
- the notice is given in a commercially reasonable manner. 20
- 21 SECTION 2. The heading to Section 59.044, Property Code, is
- 22 amended to read as follows:
- Sec. 59.044. METHOD AND CONTENT OF NOTICE ADVERTISING [OF] 23
- SALE. 24

- 1 SECTION 3. Section 59.044, Property Code, is amended by
- 2 amending Subsection (b) and adding Subsections (c) and (d) to read
- 3 as follows:
- 4 (b) The lessor must <u>either:</u>
- 5 (1) publish the notice advertising the sale:
- 6 (A) subject to Subsection (c), [once in each of
- 7 two consecutive weeks] in a newspaper of general circulation in the
- 8 county in which the self-service storage facility is located; or
- 9 (B) on a publicly accessible Internet website
- 10 that regularly advertises or conducts auctions of personal
- 11 property; or
- 12 (2) give notice advertising the sale in a commercially
- 13 reasonable manner.
- 14 (c) If there is not a newspaper of general circulation in
- 15 the county in which to publish notice advertising the sale under
- 16 Subsection (b)(1), the lessor may $[\frac{instead}{}]$ post a copy of the
- 17 notice at the self-service storage facility and at least five other
- 18 conspicuous locations near the facility.
- 19 <u>(d)</u> For purposes of this section, notice advertising a sale
- 20 is considered to be given in a commercially reasonable manner if at
- 21 <u>least three independent bidders register for, view, or attend the</u>
- 22 sale, regardless of whether the sale is conducted at the
- 23 self-service storage facility or a reasonably near public place or
- 24 through an Internet website accessible to the public.
- 25 SECTION 4. The changes in law made by this Act to Chapter
- 26 59, Property Code, apply only to a self-service storage facility
- 27 rental agreement entered into, extended, or renewed on or after the

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- 1 effective date of this Act. A self-service storage facility rental
- 2 agreement entered into, extended, or renewed before the effective
- 3 date of this Act is governed by the law as it existed immediately
- 4 before the effective date of this Act, and the former law is
- 5 continued in effect for that purpose.
- 6 SECTION 5. This Act takes effect September 1, 2023.