2 relating to the imposition by a municipality of a moratorium on property development in certain circumstances. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Sections 212.134(b), (c), and (f), 5 Local Government Code, are amended to read as follows: 6 7 (b) A public hearing must provide municipal residents and affected parties an opportunity to be heard. The municipality 8 9 shall, not later than the 30th day before the date of a hearing: (1) [must] publish notice of the time and place of the 10 11 [a] hearing in a newspaper of general circulation in 12 municipality; and 13 (2) send notice of the hearing by certified mail to any 14 person who has given written notice by certified or registered mail to the municipal secretary requesting notice of the hearing within 15 16 two years preceding the date of adoption of the ordinance or resolution setting the public hearing [on the fourth day before the 17 18 date of the hearing]. The governing body of a municipality shall hold two 19 public hearings on a moratorium on property development proposed to 20 21 be adopted under this subchapter. The governing body may not hold the second public hearing before the 30th day after the date of the 22

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first public hearing [Beginning on the fifth business day after the

date a notice is published under Subsection (b), a temporary

- 1 moratorium takes effect. During the period of the temporary
- 2 moratorium, a municipality may stop accepting permits,
- 3 authorizations, and approvals necessary for the subdivision of,
- 4 site planning of, or construction on real property].
- 5 Not later than the 12th day [Within 12 days] after the date of the second [first] public hearing, the governing body of the 6 municipality shall begin [make] a final determination on the 7 8 imposition of a moratorium by giving the ordinance imposing the moratorium at least two readings that are not less than 28 days 9 apart. The ordinance must receive the affirmative vote of at least 10 three-fourths of all members of the governing body on final reading 11 12 in order to take effect. [Before an ordinance adopting a moratorium may be imposed, the ordinance must be given at least two readings by 13 the governing body of the municipality. The readings must be 14 separated by at least four days. If the governing body 15 [municipality] fails to adopt an ordinance imposing a moratorium 16 17 within the period prescribed by this subsection, the municipality may not adopt the [an] ordinance [imposing a moratorium may not be 18 19 adopted, and the temporary moratorium imposed under Subsection (c) expires]. 20
- 21 SECTION 2. Section 212.1362, Local Government Code, is 22 amended to read as follows:
- Sec. 212.1362. EXPIRATION OF MORATORIUM [ON COMMERCIAL PROPERTY IN CERTAIN CIRCUMSTANCES]; EXTENSION. (a) A moratorium [on commercial property] adopted under this subchapter [Section 212.1352] expires on the 90th day after the date the moratorium is adopted unless the governing body of the municipality extends the

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1 moratorium by:
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- 2 (1) holding a public hearing on the proposed extension
- 3 of the moratorium; and
- 4 (2) adopting written findings that:
- 5 (A) identify the problem requiring the need for
- 6 extending the moratorium;
- 7 (B) describe the reasonable progress made to
- 8 alleviate the problem;
- 9 (C) specify a definite duration for the renewal
- 10 period of the moratorium; and
- 11 (D) include a summary of evidence demonstrating
- 12 that the problem will be resolved within the extended duration of
- 13 the moratorium.
- 14 (b) A municipality may not adopt a moratorium [on commercial
- 15 property] under this subchapter:
- 16 $\underline{(1)}$ [Section 212.1352] that exceeds an aggregate of
- 17 180 days; or
- 18 (2) [. A municipality may not adopt a moratorium on
- 19 commercial property under Section 212.1352] before the second
- 20 anniversary of the expiration date of a previous moratorium if the
- 21 subsequent moratorium addresses the same harm, affects the same
- 22 type of [commercial] property, or affects the same geographical
- 23 area identified by the previous moratorium.
- SECTION 3. The following provisions of the Local Government
- 25 Code are repealed:
- 26 (1) Sections 212.134(d) and (e); and
- 27 (2) Section 212.136.

H.B. No. 2559

1 SECTION 4. This Act takes effect September 1, 2025.

Preside	nt of the Senate	Speaker of the House
I cer	tify that H.B. No. 255	9 was passed by the House on April
29, 2025, by	y the following vote:	Yeas 127, Nays 17, 2 present, not
voting.		
		Chief Clerk of the House
I cer	tify that H.B. No. 255	59 was passed by the Senate on May
19, 2025, by	the following vote:	Yeas 26, Nays 5.
		Secretary of the Senate
APPROVED:		-
	Date	
	Governor	•