

By: Perry  
(Darby)

S.B. No. 1172

Substitute the following for S.B. No. 1172:

By: Phelan

C.S.S.B. No. 1172

A BILL TO BE ENTITLED

AN ACT

relating to exempting certain transactions from regulation by the  
Texas Real Estate Commission.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section [1101.002](#), Occupations Code, is amended  
by adding Subdivisions (4-a), (4-b), and (9) to read as follows:

(4-a) "Mineral" has the meaning assigned by Section  
[75.001](#), Property Code. The term includes oil, gas, related  
hydrocarbons, coal, lignite, uranium, and substances classified as  
base, industrial, precious, or strategic minerals.

(4-b) "Other energy source" means a natural resource  
other than water or a mineral that is necessary to produce energy,  
including geothermal, nuclear, solar, and wind energy.

(9) "Water" means:

(A) diffused surface water;

(B) groundwater, as defined by Section [36.001](#),  
Water Code; or

(C) state water, as described by Section  
[11.021\(a\)](#), Water Code.

SECTION 2. Section [1101.005](#), Occupations Code, is amended  
to read as follows:

Sec. 1101.005. APPLICABILITY OF CHAPTER. This chapter does  
not apply to:

(1) an attorney licensed in this state;

1           (2) an attorney-in-fact authorized under a power of  
2 attorney to conduct not more than three real estate transactions  
3 annually;

4           (3) a public official while engaged in official  
5 duties;

6           (4) an auctioneer licensed under Chapter 1802 while  
7 conducting the sale of real estate by auction if the auctioneer does  
8 not perform another act of a broker;

9           (5) a person conducting a real estate transaction  
10 under a court order or the authority of a will or written trust  
11 instrument;

12           (6) a person employed by an owner in the sale of  
13 structures and land on which structures are located if the  
14 structures are erected by the owner in the course of the owner's  
15 business;

16           (7) an on-site manager of an apartment complex;

17           (8) an owner or the owner's employee who leases the  
18 owner's improved or unimproved real estate; ~~[or]~~

19           (9) a transaction involving:

20               (A) the sale, lease, or transfer of a real  
21 property interest in:

22                       (i) minerals, mining, or a quarry;

23                       (ii) standing timber; or

24                       (iii) other energy sources ~~[mineral or~~  
25 ~~mining interest in real property]~~;

26               (B) the sale, lease, or transfer of a cemetery  
27 lot;

(C) the lease or management of a hotel or motel;  
or

(D) the sale of real property under a power of  
sale conferred by a deed of trust or other contract lien;

(10) the sale, lease, or transfer of real estate owned  
or leased by or being acquired by or leased to a limited partnership  
by:

(A) a general partner of the limited partnership;

(B) an employee of a general partner of the  
limited partnership who negotiates the transaction in the course of  
employment; or

(C) an employee of the limited partnership who  
negotiates the transaction in the course of employment; or

(11) the sale, lease, or transfer of real estate owned  
or leased by or being acquired by or leased to a limited liability  
company by:

(A) a manager or managing member of the limited  
liability company;

(B) an employee of a manager or managing member  
of the limited liability company who negotiates the transaction in  
the course of employment; or

(C) an employee or member of the limited  
liability company who negotiates the transaction in the course of  
employment.

SECTION 3. This Act takes effect immediately if it receives  
a vote of two-thirds of all the members elected to each house, as  
provided by Section 39, Article III, Texas Constitution. If this

C.S.S.B. No. 1172

1 Act does not receive the vote necessary for immediate effect, this

2 Act takes effect September 1, 2025.