

1 AN ACT

2 relating to a requirement that certain bond issuers obtain an
3 appraisal of property that is to be purchased with bond proceeds.

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

5 SECTION 1. Subchapter C, Chapter 252, Local Government
6 Code, is amended by adding Section 252.051 to read as follows:

7 Sec. 252.051. APPRAISAL REQUIRED BEFORE PURCHASE OF
8 PROPERTY WITH BOND PROCEEDS. A municipality may not purchase
9 property wholly or partly with bond proceeds until the municipality
10 obtains an independent appraisal of the property's market value.

11 SECTION 2. Subchapter C, Chapter 505, Local Government
12 Code, is amended by adding Section 505.1041 to read as follows:

13 Sec. 505.1041. APPRAISAL REQUIRED BEFORE PURCHASE OF
14 PROPERTY WITH BOND PROCEEDS. A Type B corporation may not purchase
15 property for a project wholly or partly with bond proceeds until the
16 corporation obtains an independent appraisal of the property's
17 market value.

18 SECTION 3. The changes in law made by Sections 252.051 and
19 505.1041, Local Government Code, as added by this Act, apply only to
20 the purchase of property on or after the effective date of this Act.
21 The purchase of property before the effective date of this Act is
22 governed by the law in effect when the property was purchased, and
23 the former law is continued in effect for that purpose.

24 SECTION 4. This Act takes effect September 1, 2011.

[Signature]
President of the Senate

[Signature]
Speaker of the House

I certify that H.B. No. 782 was passed by the House on April 26, 2011, by the following vote: Yeas 146, Nays 1, 2 present, not voting.

[Signature]
Chief Clerk of the House

I certify that H.B. No. 782 was passed by the Senate on May 25, 2011, by the following vote: Yeas 31, Nays 0.

[Signature]
Secretary of the Senate

APPROVED: 17 Jun '11
Date

[Signature]
Governor

FILED IN THE OFFICE OF THE
SECRETARY OF STATE
4:00 O'CLOCK
JUN 17 2011
[Signature]
Secretary of State