By: Tepper H.B. No. 2149

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to nonconforming land uses after the adoption of or change
- 3 to a zoning regulation or boundary.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. The heading to Section 211.019, Local Government
- 6 Code, is amended to read as follows:
- 7 Sec. 211.019. <u>REQUIREMENT TO STOP</u> NONCONFORMING LAND USE;
- 8 REMEDY; AGREEMENT.
- 9 SECTION 2. Section 211.019, Local Government Code, is
- 10 amended by amending Subsections (b), (d), (e), (g), (h), (i), and
- 11 (1) and adding Subsections (b-1), (f-1), and (f-2) to read as
- 12 follows:
- 13 (b) A person using a property in a manner considered to be a
- 14 nonconforming use as a result of the adoption of or change to a
- 15 zoning regulation or boundary may continue to use the property in
- 16 the same manner unless required by a municipality to stop the
- 17 nonconforming use of the property <u>pursuant to an agreement under</u>
- 18 Subsection (b-1).
- 19 (b-1) A municipality that seeks to require a person to stop
- 20 <u>a nonconforming use of a property under Subsection (b) must enter</u>
- 21 into an agreement with the person before the municipality may
- 22 require the person to stop the nonconforming use. A person may
- 23 continue the nonconforming use of the property until the person and
- 24 municipality enter into the agreement. An agreement under this

## 1 subsection must stipulate:

- 2 (1) the amount of the payment from the municipality to
- 3 the person as prescribed by Subsection (d)(1); or
- 4 (2) the period during which the person may continue
- 5 the nonconforming use of the property as prescribed by Subsection
- 6 (d)(2).
- 7 (d) If a municipality requires a property owner or lessee to
- 8 stop the nonconforming use of a property as described by Subsection
- 9 (b), the owner or lessee of the property is entitled to:
- 10 (1) payment from the municipality in an amount equal
- 11 to the sum of:
- 12 (A) the costs incurred by the owner or lessee of
- 13 the property that are directly attributable to ceasing the
- 14 nonconforming use of the property, including expenses related to
- 15 demolition, relocation, termination of a lease, or discharge of a
- 16 mortgage; and
- 17 (B) an amount equal to the greater of, as
- 18 determined by the municipality, the diminution in the market value
- 19 of the property, computed by subtracting the current market value
- 20 of the property after the imposition of a requirement to stop the
- 21 nonconforming use of the property from:
- (i) the market value of the property on the
- 23 day before the date the notice was given under Section
- 24 211.006(a-1); or
- 25 (ii) the market value of the property on the
- 26 day before a person submits an application or request to the
- 27 municipality to require or the municipality otherwise requires a

- 1 person to stop using the property in a manner that is a
- 2 nonconforming use as described by Subsection (b); or
- 3 (2) continued nonconforming use of the property for a
- 4 period, as determined by the owner or lessee, sufficient for
- 5 [until] the owner or lessee to recover [recovers] the amount
- 6 determined under Subdivision (1) through the owner or lessee's
- 7 continued business activities according to generally accepted
- 8 accounting principles.
- 9 (e) Not later than the 10th day after the date a
- 10 municipality imposes a requirement to stop a nonconforming use of a
- 11 property under this section, the municipality shall give written
- 12 notice to each owner or lessee of the property, as indicated by the
- 13 most recently approved municipal tax roll, who is required to stop a
- 14 nonconforming use of the property:
- 15 (1) that the municipality seeks to stop the
- 16 nonconforming use of the property;
- 17 (2) of the [requirement and of the] remedies to which
- 18 an owner or lessee of the property is entitled [to] under Subsection
- 19 (d); and
- 20 (3) that the municipality is required to enter into an
- 21 agreement with the owner or lessee of the property for the purpose
- 22 of deciding which remedy under Subsection (d) the owner or lessee
- 23 <u>will choose</u>.
- (f-1) In the event of a conflict in the choice of remedy as
- 25 <u>described by Subsection (f)</u>, an agreement under Subsection (b-1)
- 26 must incorporate the choice of remedy that controls under
- 27 Subsection (f).

- 1 (f-2) In a timely manner after responding to the notice
- 2 given under Subsection (e), the owner or lessee and the
- 3 municipality shall enter into an agreement to stop the
- 4 nonconforming use of the property as provided by this section.
- 5 (g) A person receiving a payment under Subsection (d)(1)
- 6 pursuant to an agreement entered into under Subsection (b-1) must
- 7 stop the nonconforming use not later than the 10th day after the
- 8 date of the payment.
- 9 (h) A person who continues the nonconforming use under
- 10 Subsection (d)(2) pursuant to an agreement entered into under
- 11 Subsection (b-1) must stop the nonconforming use immediately on the
- 12 recovery of the amount determined under Subsection (d)(1).
- 13 (i) If more than one person seeks a payment from the
- 14 municipality under Subsection (d)(1), the municipality shall:
- 15  $\underline{\text{(1)}}$  apportion the payment between each person based on
- 16 the market value of the person's interest in the property; and
- 17 (2) explicitly state the apportionment in the
- 18 agreement entered into with the person under Subsection (b-1). [A
- 19 person may appeal the apportionment in the manner provided by this
- 20 section.
- 21 (1) A person seeking to continue a nonconforming use under
- 22 Subsection (d)(2) who brings an action for declaratory relief under
- 23 Section 211.0202 [appeals the decision of the municipality or board
- 24 of adjustment] may continue to use the property in the same manner
- 25 while the action is pending [the appeal] unless an official of the
- 26 body that made the decision shows cause to stay the nonconforming
- 27 use by certifying in writing to the [board of adjustment or] court

- 1 [with jurisdiction over the appeal] facts supporting the official's
- 2 opinion that continued nonconforming use of the property would
- 3 cause imminent peril to life or property. On a showing of cause the
- 4 [board of adjustment or] court [with jurisdiction over the appeal]
- 5 may, after notice to the official, grant a restraining order to stay
- 6 continued nonconforming use of the property.
- 7 SECTION 3. Subchapter A, Chapter 211, Local Government
- 8 Code, is amended by adding Sections 211.020, 211.0201, and 211.0202
- 9 to read as follows:
- Sec. 211.020. RIGHT TO RESUME NONCONFORMING LAND USE. (a)
- 11 This section does not apply to a person who:
- 12 (1) changes or stops a nonconforming use of a property
- 13 pursuant to a requirement imposed by a municipality under Section
- 14 211.019; and
- 15 (2) receives a payment or continues the nonconforming
- 16 use for a period of time pursuant to an agreement under Section
- 17 211.019(b-1).
- 18 (b) A person using a property in a manner considered to be a
- 19 nonconforming use as a result of the adoption of or change to a
- 20 zoning regulation or boundary who changes the use of the property to
- 21 a conforming use or otherwise stops the nonconforming use of the
- 22 property may resume the nonconforming use of the property if the
- 23 person resumes the nonconforming use of the property before the
- 24 fifth anniversary of the date the person changed or stopped the
- 25 nonconforming use.
- Sec. 211.0201. RIGHT TO CONTINUE OR MODIFY NONCONFORMING
- 27 LAND USE. A municipality may not prohibit or restrict:

- 1 (1) the repair of a nonconforming structure; 2 (2) a person from continuing a nonconforming use of a property in accordance with this subchapter after the repair of a 3 nonconforming structure or construction of a new building or 4 5 structure to replace a damaged nonconforming structure; or 6 (3) modification or expansion of a nonconforming use of a property if the modification or expansion is necessary to: 7 (A) continue the nonconforming use of the 8 9 property; or 10 (B) protect the health and safety of the property or occupants. 11 12 Sec. 211.0202. NONCONFORMING LAND USE; DECLARATORY JUDGMENT ACTION. (a) A person may bring an action against a 13 municipality for declaratory relief under Chapter 37, Civil 14 15 Practice and Remedies Code, for a claimed violation of Section 211.019, 211.020, or 211.0201. 16 17 (b) A municipality's immunity from suit and governmental
- 20 SECTION 4. Sections 211.019(j), (k), (m), (o), and (p),

brought by a property owner or lessee under this section.

immunity from liability are waived for purposes of an action

21 Local Government Code, are repealed.

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- SECTION 5. (a) Section 211.019, Local Government Code, as
- 23 amended by this Act, and Sections 211.020, 211.0201, and 211.0202,
- 24 Local Government Code, as added by this Act, apply to a property for
- 25 which, on or after the effective date of this Act, a municipality:
- 26 (1) considers a proposed adoption of or change to a 27 zoning regulation or boundary under which a current conforming use

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- 1 of the property is a nonconforming use; or
- 2 (2) receives a request to require a person to stop a
- 3 nonconforming use of the property.
- 4 (b) A property for which a municipality considers a proposed
- 5 adoption of or change to a zoning regulation or boundary under which
- 6 a current conforming use of the property is a nonconforming use or
- 7 receives a request to require a person to stop a nonconforming use
- 8 before the effective date of this Act is governed by the law in
- 9 effect immediately before the effective date of this Act, and that
- 10 law is continued in effect for that purpose.
- 11 SECTION 6. This Act takes effect September 1, 2025.