By: Huberty H.B. No. 3951

Substitute the following for H.B. No. 3951:

C.S.H.B. No. 3951 By: Bohac

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the eligibility of persons to participate in an ad
3	valorem tax sale of real property; creating a criminal offense.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter A, Chapter 34, Tax Code, is amended by
6	adding Section 34.011 to read as follows:

- 7 Sec. 34.011. BIDDER REGISTRATION. (a) This section applies only to a sale of real property under this chapter conducted
- 9 in a county in which the commissioners court by order has adopted
- the provisions of this section. 10
- 11 (b) A commissioners court may require that, to be eligible
- 12 to bid at a sale of real property under this chapter, a person must
- be registered as a bidder with the county assessor-collector before 13
- 14 the sale begins. The county assessor-collector may adopt rules
- governing the registration of bidders under this section. The 15
- 16 county assessor-collector may require a person registering as a
- bidder: 17

8

- 18 (1) to designate the person's name and address;
- (2) to provide valid proof of identification; 19
- (3) to provide written proof of authority to bid on 20
- 21 behalf of another person, if applicable;
- 22 (4) to provide any additional information reasonably
- 23 required by the county assessor-collector; and
- (5) to at least annually execute a statement on a form 24

- 1 provided by the county assessor-collector certifying that there are
- 2 no delinquent ad valorem taxes owed by the person registering as a
- 3 bidder to the county or to any taxing unit having territory in the
- 4 county.
- 5 (c) The county assessor-collector shall issue a written
- 6 registration statement to a person who has registered as a bidder
- 7 under this section. A person is not eligible to bid at a sale of real
- 8 property under this chapter unless the county assessor-collector
- 9 has issued a written registration statement to the person before
- 10 the sale begins.
- SECTION 2. Section 34.015(p), Tax Code, is amended to read
- 12 as follows:
- 13 (p) This section applies only to a sale of real property
- 14 under Section 34.01 that is conducted in:
- 15 (1) a county with a population of 250,000 or more <u>in</u>
- 16 which the commissioners court has not by order adopted the
- 17 provisions of Section 34.011; or
- 18 (2) a county with a population of less than 250,000 in
- 19 which the commissioners court by order has adopted the provisions
- 20 of this section.
- SECTION 3. Sections 34.0445(a) and (c), Civil Practice and
- 22 Remedies Code, are amended to read as follows:
- 23 (a) An officer conducting a sale of real property under this
- 24 subchapter may not execute or deliver a deed to the purchaser of the
- 25 property unless the purchaser exhibits to the officer:
- 26 (1) an unexpired written statement issued to the
- 27 person in the manner prescribed by Section 34.015, Tax Code,

- 1 showing that the county assessor-collector of the county in which
- 2 the sale is conducted has determined that:
- 3  $\underline{(A)}$  [ $\frac{(1)}{(1)}$ ] there are no delinquent ad valorem
- 4 taxes owed by the person to that county; and
- 5 (B)  $\left[\frac{(2)}{2}\right]$  for each school district or
- 6 municipality having territory in the county there are no known or
- 7 reported delinquent ad valorem taxes owed by the person to that
- 8 school district or municipality; or
- 9 (2) the written registration statement issued to the
- 10 person in the manner prescribed by Section 34.011, Tax Code,
- 11 showing that the person is a registered bidder at the sale at which
- 12 the property is sold.
- 13 (c) The deed executed by the officer conducting the sale
- 14 must name the successful bidder as the grantee and recite that the
- 15 successful bidder exhibited to that officer:
- 16 <u>(1)</u> an unexpired written statement issued to the
- 17 person in the manner prescribed by Section 34.015, Tax Code,
- 18 showing that the county assessor-collector of the county in which
- 19 the sale was conducted determined that:
- (A)  $\left[\frac{1}{1}\right]$  there are no delinquent ad valorem
- 21 taxes owed by the person to that county; and
- (B)  $\left[\frac{(2)}{2}\right]$  for each school district or
- 23 municipality having territory in the county there are no known or
- 24 reported delinquent ad valorem taxes owed by the person to that
- 25 school district or municipality; or
- 26 (2) the written registration statement issued to the
- 27 person in the manner prescribed by Section 34.011, Tax Code,

C.S.H.B. No. 3951

- 1 showing that the person is a registered bidder at the sale at which
- 2 the property is sold.
- 3 SECTION 4. The changes in law made by this Act apply only to
- 4 the sale of real property under Subchapter C, Chapter 34, Civil
- 5 Practice and Remedies Code, or Chapter 34, Tax Code, on or after the
- 6 effective date of this Act.
- 7 SECTION 5. This Act takes effect January 1, 2016.