## Memorandum



**DATE August 22, 2025** 

TO Honorable Mayor and Members of the City Council

# August 27 Agenda Items #12, 13, 14: Amendments to Chapter 52 of the Dallas City Code

On August 27, 2025, the City Council will consider agenda items #12, 13, and 14, ordinances to amend Chapter 52, *Administrative Procedures for the Construction Code* of the Dallas City Code to align with three recently enacted state laws: Senate Bill (SB) 840, SB 15, and House Bill (HB) 3234. The adoption of this ordinance will enable the City to process permits and certificates of occupancy in compliance with the new statutory requirements taking effect on September 1, 2025. A summary of the laws is below:

## 1. SB 840 - Mixed-Use and Multifamily Projects in Certain Zoning Districts

Permits by-right approval of certain multifamily and mixed-use residential projects in zoning districts allowing office, commercial, retail, warehouse, or mixed-use uses, regardless of underlying zoning restrictions, provided they comply with Chapter 218, Texas Local Government Code.

## 2. SB 15 - Development Standards for Small Lots

Allows by-right development of structures on "small lots" even when local development standards (lot size, setbacks, etc.) are more restrictive, if the project meets minimum state standards in Chapter 211, Subchapter D, Texas Local Government Code.

## 3. HB 3234 - County-Owned Building Projects

Provides a defense to prosecution for construction or renovation work on county-owned buildings located in counties with a population of at least one million, under specific conditions.

If you have any questions, please contact me or Emily Liu, Director of Planning and Development, at <a href="mailto:yu.liu@dallas.gov">yu.liu@dallas.gov</a>.

Service First, Now!

Robin Bentley

Assistant City Manager

[Attachment]

c: Kimberly Bizor Tolbert, City Manager Tammy Palomino, City Attorney Mark Swann, City Auditor Bilierae Johnson, City Secretary Preston Robinson, Administrative Judge Timothy Menke, Inspector General Dominique Artis, Chief of Public Safety

Dev Rastogi, Assistant City Manager
M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager
Alina Ciocan, Assistant City Manager
Donzell Gipson, Assistant City Manager
Jack Ireland, Chief Financial Officer
Ahmad Goree, Chief of Staff to the City Manager
Directors and Assistant Directors

An ordinance amending Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code by amending Sections 302.2.1 and 306.1; providing that permits and certificates of occupancy may be granted for certain multifamily uses and mixed use projects, even if not allowed by the underlying zoning, if the projects comply with Chapter 218 of the Texas Local Government Code; providing a penalty not to exceed \$2,000; providing a saving clause; providing a severability clause; and providing an effective date.

WHEREAS, the 89<sup>th</sup> Texas Legislature met in regular session between January 15, 2025 and June 2, 2025; and

WHEREAS, S.B. 840 was filed on January 17, 2025; and

WHEREAS, S.B. 840 provides that certain structures being used primarily for an office, retail, or warehouse use may be converted to mixed-use and multifamily regardless of whether the uses are by zoning; and

WHEREAS, S.B. 840 prohibits a city from requiring a zoning change, special exception, or variance in order to convert certain structures used primarily for an office use to be converted to mixed-use or multifamily; and

WHEREAS, S.B. 840 was approved by both chambers of the Texas Legislature; and

WHEREAS, S.B. 840 was signed by Governor Greg Abbott on June 20, 2025 and takes effect on September 1, 2025; Now, Therefore;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That Paragraph 302.2.1, "General," of Subsection 302.2, "Issuance," of Section 302, "Application for and Issuance of Permit; Retention of Plans; Suspension or Revocation; Suspension of Permit Privileges," of Subchapter 3, "Permits and Inspections," of Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code is amended to read as follows:

"302.2.1 General. The application, plans, specifications, computations, and other data filed by an applicant for a permit shall be reviewed by the building official. Such plans may be reviewed by other city departments to verify compliance with any applicable laws under their jurisdiction. The building official shall issue a permit to the applicant if the building official determines that:

- 1. The work described in the permit application and the plans, specifications, computations, and other data submitted are in compliance with the codes and all other applicable laws and ordinances; and
- 2. All fees specified in Section 303 and required by any other applicable city ordinance have been paid.

## **Exceptions:**

- 1. A permit may be granted for the conversion of a structure from an office use, retail and personal service use, or warehouse use to a multifamily use or mixed use development, even if not allowed by the underlying zoning, if conversion of the structure complies with the requirements of Chapter 218 of the Texas Local Government Code.
- 2. A permit may be granted for a multifamily use or mixed use development, even if not allowed by the underlying zoning, if the multifamily use or mixed use development complies with the requirements of Chapter 218 of the Texas Local Government Code."

SECTION 2. That Subsection 306.1, "Use or Occupancy," of Section 306, "Certificate of Occupancy," of Subchapter 3, "Permits and Inspections," of Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code is amended to read as follows:

"306.1 Use or occupancy. No structure or land shall be used or occupied, no change in the existing occupancy classification, zoning use, or the tenant or occupant of a structure or portion of a structure shall be made, and no floor area increases or decreases of any existing tenancy area of a structure shall be used or occupied, until the building official has issued a certificate of occupancy and a fee has been paid as required in Section 303 of this chapter.

#### DRAFT DOCUMENT—FOR DISCUSSION PURPOSES ONLY.

## Exceptions:

- 1. No certificate of occupancy is required for:
  - 1.1. single family uses;
  - 1.2. handicapped group dwelling unit uses;
  - 1.3. duplex uses;
  - <u>1.</u>4. U occupancies accessory to single-family or duplex uses;
  - 1.5. tenant changes to individual dwelling units in Group R, Division 2 apartment houses; and
  - 1.6. a vendor who operates a business on private property and possesses a valid mobile food establishment permit issued under Chapter 17 of the *Dallas City Code* or a valid CBD concession license issued under Chapter 50 of the *Dallas City Code*, and
    - <u>1.6.1.</u> has the written permission of the owner of the private property on which the business is conducted; and
    - 1.6.2. whose business operation complies with the codes, the *Dallas Development Code*, other city ordinances, rules, and regulations, and any county, state, or federal laws or regulations.
- 2. A certificate of occupancy may be granted for the conversion of a structure from an office use, retail and personal service use, or warehouse use to a multifamily use or mixed use development, even if not allowed by the underlying zoning, if conversion of the structure complies with the requirements of Chapter 218 of the *Texas Local Government Code*.
- 3. A certificate of occupancy may be granted for a multifamily use or mixed use development, even if not allowed by the underlying zoning, if the multifamily use or mixed use development complies with the requirements of Chapter 218 of the *Texas Local Government Code*."
- SECTION 2. That a person violating a provision of this ordinance, upon conviction, is punishable by a fine not to exceed \$2,000.

SECTION 3. That Chapter 52 of the Dallas City Code shall remain in full force and effect, save and except as amended by this ordinance.

### DRAFT DOCUMENT—FOR DISCUSSION PURPOSES ONLY.

SECTION 4. That any act done or right vested or accrued, or any proceeding, suit, or prosecution had or commenced in any action before the amendment or repeal of any ordinance, or part thereof, shall not be affected or impaired by amendment or repeal of any ordinance, or part thereof, and shall be treated as still remaining in full force and effect for all intents and purposes as if the amended or repealed ordinance, or part thereof, had remained in force.

SECTION 5. That the terms and provisions of this ordinance are severable and are governed by Section 1-4 of Chapter 1 of the Dallas City Code, as amended.

SECTION 6. That this ordinance shall take effect on September 1, 2025, and it is accordingly so ordained.

APPROVED AS TO FORM:
TAMMY L. PALOMINO, City Attorney
ByAssistant City Attorney
Passed

An ordinance amending Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code by amending Sections 102.3, 302.2.1, and 306.1; providing that permits and certificates of occupancy may be granted for certain structures located on a small lot, even if the structure is not allowed by the development standards of the underlying zoning, if the project complies with the development standards for a small lot contained in Chapter 211, Subchapter D, of the Texas Local Government Code; providing a penalty not to exceed \$2,000; providing a saving clause; providing a severability clause; and providing an effective date.

WHEREAS, the 89<sup>th</sup> Texas Legislature met in regular session between January 15, 2025 and June 2, 2025; and

WHEREAS, S.B. 15 was filed on March 4, 2025; and

WHEREAS, S.B. 15 provides that certain residential lots cannot be required to be larger than 3,000 square feet in area, greater than 30 feet in width, or greater than 75 feet in depth; and

WHEREAS, S.B. 15 provides development standards for small lots; and

WHEREAS, S.B. 15 was approved by both chambers of the Texas Legislature; and

WHEREAS, S.B. 15 was signed by Governor Greg Abbott on June 20, 2025 and takes effect on September 1, 2025; Now, Therefore;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That Subsection 102.3, "Definitions," of Section 102, "Purpose of the Codes," of Subchapter 1, "Title and Scope," of Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code is amended by adding the following definition in alphabetical order to read as follows:

"SMALL LOT means a residential lot that is no greater than 4,000 square feet in area that was platted in accordance with Chapter 211, Subchapter D, of the *Texas Local Government Code*."

SECTION 2. That Paragraph 302.2.1, "General," of Subsection 302.2, "Issuance," of Section 302, "Application for and Issuance of Permit; Retention of Plans; Suspension or Revocation; Suspension of Permit Privileges," of Subchapter 3, "Permits and Inspections," of Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code is amended to read as follows:

- "302.2.1 General. The application, plans, specifications, computations, and other data filed by an applicant for a permit shall be reviewed by the building official. Such plans may be reviewed by other city departments to verify compliance with any applicable laws under their jurisdiction. The building official shall issue a permit to the applicant if the building official determines that:
  - 1. The work described in the permit application and the plans, specifications, computations, and other data submitted are in compliance with the codes and all other applicable laws and ordinances; and
  - 2. All fees specified in Section 303 and required by any other applicable city ordinance have been paid.

## **Exceptions:**

- 1. A permit may be granted for the conversion of a structure from an office use, retail and personal service use, or warehouse use to a multifamily use or mixed use development, even if not allowed by the underlying zoning, if conversion of the structure complies with the requirements of Chapter 218 of the *Texas Local Government Code*.
- 2. A permit may be granted for a multifamily use or mixed use development, even if not allowed by the underlying zoning, if the multifamily use or mixed use development complies with the requirements of Chapter 218 of the *Texas Local Government Code*.
- 3. A permit may be granted for the construction of a structure on a small lot, even if it is not allowed by the development standards of the underlying zoning, if the structure and lot complies with the development standards in Section 211.055 of the *Texas Local Government Code*."

SECTION 3. That Subsection 306.1, "Use or Occupancy," of Section 306, "Certificate of Occupancy," of Subchapter 3, "Permits and Inspections," of Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code is amended to read as follows:

"306.1 Use or occupancy. No structure or land shall be used or occupied, no change in the existing occupancy classification, zoning use, or the tenant or occupant of a structure or portion of a structure shall be made, and no floor area increases or decreases of any existing tenancy area of a structure shall be used or occupied, until the building official has issued a certificate of occupancy and a fee has been paid as required in Section 303 of this chapter.

## Exceptions:

- 1. No certificate of occupancy is required for:
  - 1.1. single family uses;
  - 1.2. handicapped group dwelling unit uses;
  - 1.3. duplex uses;
  - 1.4. U occupancies accessory to single-family or duplex uses;
  - 1.5. tenant changes to individual dwelling units in Group R, Division 2 apartment houses; and
  - 1.6. a vendor who operates a business on private property and possesses a valid mobile food establishment permit issued under Chapter 17 of the *Dallas City Code* or a valid CBD concession license issued under Chapter 50 of the *Dallas City Code*, and
    - <u>1.6.1.</u> has the written permission of the owner of the private property on which the business is conducted; and
    - <u>1.</u>6.2. whose business operation complies with the codes, the *Dallas Development Code*, other city ordinances, rules, and regulations, and any county, state, or federal laws or regulations.
- 2. A certificate of occupancy may be granted for the conversion of a structure from an office use, retail and personal service use, or warehouse use to a multifamily use or mixed use development, even if not allowed by the underlying zoning, if conversion of the structure complies with the requirements of Chapter 218 of the *Texas Local Government Code*.
- 3. A certificate of occupancy may be granted for a multifamily use or mixed use development, even if not allowed by the underlying zoning, if the multifamily use or mixed use development complies with the requirements of Chapter 218 of the *Texas Local Government Code*.

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4. A certificate of occupancy may be granted for a use located on a small lot, even if it does not comply with the development standards of the underlying

zoning, if the structure housing the use complies with the development standards in Section 211.055 of the *Texas Local Government Code*."

SECTION 4. That a person violating a provision of this ordinance, upon conviction, is

punishable by a fine not to exceed \$2,000.

SECTION 5. That Chapter 52 of the Dallas City Code shall remain in full force and effect,

save and except as amended by this ordinance.

SECTION 6. That any act done or right vested or accrued, or any proceeding, suit, or

prosecution had or commenced in any action before the amendment or repeal of any ordinance, or

part thereof, shall not be affected or impaired by amendment or repeal of any ordinance, or part

thereof, and shall be treated as still remaining in full force and effect for all intents and purposes

as if the amended or repealed ordinance, or part thereof, had remained in force.

SECTION 7. That the terms and provisions of this ordinance are severable and are

governed by Section 1-4 of Chapter 1 of the Dallas City Code, as amended.

SECTION 8. That this ordinance shall take effect on September 1, 2025, and it is

accordingly so ordained.

APPROVED AS TO FORM:

TAMMY L. PALOMINO, City Attorney

Ву	
Assistant City A	Attorney
Passed	

ORDINANCE NO.	
ORDINANCE NO.	

An ordinance amending Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code by amending Section 301.2.1; providing a defense to prosecution for certain construction and renovation work on county owned buildings in a county with a population of at least one million; providing a penalty not to exceed \$2,000; providing a saving clause; providing a severability clause; and providing an effective date.

WHEREAS, the 89<sup>th</sup> Texas Legislature met in regular session between January 15, 2025 and June 2, 2025; and

WHEREAS, H.B. 3234 was filed on February 24, 2025; and

WHEREAS, H.B. 3234 provides a defense to prosecution for certain construction and renovation work on county owned buildings in a county with a population of at least one million; and

WHEREAS, H.B. 3234 was approved by both chambers of the Texas Legislature; and WHEREAS, H.B. 3234 was filed without Governor Greg Abbott's signature on June 20, 2025, and takes effect on September 1, 2025; Now, Therefore

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That Subparagraph 22 of Paragraph 301.2.1, "Building," of Subsection 301.2, "Defenses," of Section 301, "Permits," of Subchapter 3, "Permits and Inspections," of Chapter 52, "Administrative Procedures for the Construction Codes," of the Dallas City Code is amended to read as follows:

"22. For a county with a population equal to or greater than one million, n[N]ew construction or renovation work on county owned buildings or facilities if the work is done by county personnel or by county personnel acting as the general contractor. Documentation approved by the building official is required to use this defense. The construction work must comply with the codes and must be inspected by a

registered professional engineer or architect licensed in the State of Texas. [The population of Dallas County must equal or exceed 3.3 million as listed by the U.S. Census Bureau data for the application of this provision.]"

SECTION 2. That a person violating a provision of this ordinance, upon conviction, is

punishable by a fine not to exceed \$2,000.

SECTION 3. That Chapter 52 of the Dallas City Code shall remain in full force and effect,

save and except as amended by this ordinance.

SECTION 4. That any act done or right vested or accrued, or any proceeding, suit, or

prosecution had or commenced in any action before the amendment or repeal of any ordinance, or

part thereof, shall not be affected or impaired by amendment or repeal of any ordinance, or part

thereof, and shall be treated as still remaining in full force and effect for all intents and purposes

as if the amended or repealed ordinance, or part thereof, had remained in force.

SECTION 5. That the terms and provisions of this ordinance are severable and are

governed by Section 1-4 of Chapter 1 of the Dallas City Code, as amended.

SECTION 6. That this ordinance shall take effect on September 1, 2025, and it is

accordingly so ordained.

APPROVED AS TO FORM:

TAMMY L. PALOMINO, City Attorney

By		
Assistant Cit	y Attorney	

Passed\_\_\_\_\_