By: Cunningham H.B. No. 3753

A BILL TO BE ENTITLED

AN ACT

2 relating to the allocation of low income housing tax credits.

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

SECTION 1. Section 2306.67022, Government Code, is amended by adding Subsections (d) and (e) to read as follows:

- 6 (d) The department may not:
- 7 (1) require as part of the threshold criteria under a gualified allocation plan that a public school campus with an
- 9 attendance zone that contains the proposed development site satisfy
- 10 certain criteria relating to educational quality, as specified by
- 11 the department in that plan; or
- 12 (2) adopt a qualified allocation plan that uses a
- 13 scoring system that awards points to an application based on
- 14 criteria relating to the educational quality of a public school
- 15 campus with an attendance zone that contains the proposed
- 16 development site.
- 17 (e) This subsection and Subsection (d) expire September 1,
- 18 <u>2027.</u>
- 19 SECTION 2. (a) The Texas Department of Housing and
- 20 Community Affairs shall conduct a study of the effects that the
- 21 implementation of Section 2306.67022(d), Government Code, as added
- 22 by this Act, has on the allocation of low income housing tax credits
- 23 in this state.
- 24 (b) Not later than November 1, 2027, the Texas Department of

H.B. No. 3753

- 1 Housing and Community Affairs shall submit to each standing
- 2 committee of the legislature with jurisdiction over affordable
- 3 housing a report regarding the study required by Subsection (a) of
- 4 this section.
- 5 SECTION 3. The change in law made by this Act applies only
- 6 to an application for low income housing tax credits that is
- 7 submitted to the Texas Department of Housing and Community Affairs
- 8 during an application cycle that is based on the 2026 or 2027
- 9 qualified allocation plan adopted by the governing board of the
- 10 department.
- 11 SECTION 4. This Act takes effect September 1, 2025.