Amend HB 470 (Senate committee printing) as follows:

(1) In SECTION 2 of the bill, strike amended Section 373A.003, Local Government Code (page 1, lines 35 through 43), and substitute:

Sec. 373A.003. APPLICABILITY OF CHAPTER. (a) This chapter applies [only] to a municipality with a population of more than 650,000 that is located in a uniform state service region with fewer than 550,000 occupied housing units as determined by the most recent United States decennial census.

(b) Subchapters A, B, C, and D apply to any municipality with a population of 1.18 million or more that is located predominantly in a county that has a total area of less than 1,000 square miles.

(2) Add the following appropriately numbered SECTION and renumber subsequent SECTIONS accordingly:

SECTION ____. Section 373A.052, Local Government Code, is amended to read as follows:

Sec. 373A.052. ELIGIBILITY FOR DESIGNATION. (a) To be designated as a district within a municipality described by Section <u>373A.003(a)</u> under this subchapter, an area must be composed of census tracts forming a spatially compact area contiguous to a central business district and with:

(1) fewer than 25,000 residents;

(2) fewer than 8,000 households;

(3) a number of owner-occupied households that doesnot exceed 50 percent of the total households in the area;

(4) housing stock at least 55 percent of which wasbuilt at least 45 years ago;

(5) an unemployment rate that is greater than 10 percent;

(6) an overall poverty rate that is at least two timesthe poverty rate for the entire municipality; and

(7) in each census tract within the area, a median family income that is less than 60 percent of the median family income for the entire municipality.

(b) <u>To be designated as a district within a municipality</u> described by Section 373A.003(b) under this subchapter, an area

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must be composed of census tracts forming a spatially compact area contiguous to a central business district and with:

(1) fewer than 75,000 residents;

(2) a median family income that is less than \$30,000 according to the last decennial census; and

(3) an overall poverty rate that is at least two times the poverty rate for the entire municipality.

(c) An area that is designated as a district under this subchapter may retain its designation as a district regardless of whether the area continues to meet the eligibility criteria provided by this section, except that an area that does not elect to retain its designation as permitted by this subsection must meet all eligibility criteria to be considered for subsequent redesignation as a district.