

1-1 By: Rodriguez of Travis (Senate Sponsor - Watson) H.B. No. 3350
 1-2 (In the Senate - Received from the House May 10, 2013;
 1-3 May 10, 2013, read first time and referred to Committee on
 1-4 Intergovernmental Relations; May 21, 2013, reported favorably by
 1-5 the following vote: Yeas 3, Nays 0; May 21, 2013, sent to
 1-6 printer.)

1-7 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-8 Hinojosa	X			
1-9 Nichols			X	
1-10 Garcia	X			
1-11 Paxton			X	
1-12 Taylor	X			

1-14 A BILL TO BE ENTITLED
 1-15 AN ACT

1-16 relating to homestead preservation districts and reinvestment
 1-17 zones.

1-18 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-19 SECTION 1. Section 373A.051(a), Local Government Code, is
 1-20 amended to read as follows:

1-21 (a) To promote and expand the ownership and rental of
 1-22 affordable housing and to prevent the involuntary loss of
 1-23 homesteads by existing homeowners and renters living in the area,
 1-24 the governing body of a municipality by ordinance may designate as a
 1-25 homestead preservation district an area in the municipality that is
 1-26 eligible under Section 373A.052.

1-27 SECTION 2. Section 373A.052(a), Local Government Code, is
 1-28 amended to read as follows:

1-29 (a) To be designated as a district within a municipality
 1-30 described by Section 373A.003(a) under this subchapter, an area
 1-31 must be composed of census tracts forming a spatially compact area
 1-32 [~~contiguous to a central business district and~~] with:

1-33 (1) fewer than 75,000 [~~25,000~~] residents;

1-34 (2) [~~fewer than 8,000 households,~~

1-35 [~~(3) a number of owner-occupied households that does~~
 1-36 ~~not exceed 50 percent of the total households in the area,~~

1-37 [~~(4) housing stock at least 55 percent of which was~~
 1-38 ~~built at least 45 years ago,~~

1-39 [~~(5) an unemployment rate that is greater than 10~~
 1-40 ~~percent,~~

1-41 [~~(6)~~] an overall poverty rate that is at least two
 1-42 times the poverty rate for the entire municipality; and

1-43 (3) [~~(7)~~] in each census tract within the area, a
 1-44 median family income that is less than 80 [~~60~~] percent of the median
 1-45 family income for the entire municipality.

1-46 SECTION 3. Section 373A.152, Local Government Code, is
 1-47 amended by adding Subsection (b) to read as follows:

1-48 (b) A county may participate in a homestead preservation
 1-49 reinvestment zone established by a municipality under Subsection
 1-50 (a) by adopting a final order:

1-51 (1) agreeing to the creation of the zone, the zone
 1-52 boundaries, and the zone termination date specified by the
 1-53 municipality under Section 373A.1521(1); and

1-54 (2) specifying an amount of tax increment to be
 1-55 deposited by the county into the tax increment fund that is equal to
 1-56 the amount of the tax increment specified by the municipality under
 1-57 Section 373A.1521(3).

1-58 SECTION 4. Section 373A.1522, Local Government Code, is
 1-59 amended to read as follows:

1-60 Sec. 373A.1522. EFFECTIVE DATE OF ZONE. The zone
 1-61 designated by the ordinance adopted under Section 373A.1521 takes

2-1 effect on the date designated by the municipality in the ordinance
2-2 adopted under Section 373A.1521 [~~on which the county adopts a final~~
2-3 ~~order:~~

2-4 [~~(1) agreeing to the creation of the zone, the zone~~
2-5 ~~boundaries, and the zone termination date specified by the~~
2-6 ~~municipality under Section 373A.1521(1), and~~

2-7 [~~(2) specifying an amount of tax increment to be~~
2-8 ~~deposited by the county into the tax increment fund that is equal to~~
2-9 ~~the amount of the tax increment specified by the municipality under~~
2-10 ~~Section 373A.1521(3)].~~

2-11 SECTION 5. Section 373A.155(b), Local Government Code, is
2-12 amended to read as follows:

2-13 (b) If a county elects to participate in a homestead
2-14 preservation reinvestment zone, the [~~The~~] county shall pay into the
2-15 tax increment fund for the zone an amount equal to the tax increment
2-16 paid by the municipality as specified in the order adopted under
2-17 Section 373A.152 [~~373A.1522~~].

2-18 SECTION 6. Section 373A.158(a), Local Government Code, is
2-19 amended to read as follows:

2-20 (a) If a county elects to participate in a homestead
2-21 preservation reinvestment zone, the [~~The~~] county is the only taxing
2-22 unit entitled to receive the annual report prepared under Section
2-23 311.016(a), Tax Code.

2-24 SECTION 7. This Act takes effect September 1, 2013.

2-25 * * * * *