By: Isaac H.B. No. 3779

Substitute the following for H.B. No. 3779:

By: Dutton C.S.H.B. No. 3779

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to affordable housing.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Subchapter F, Chapter 2306, Government Code, is
- 5 amended by adding Section 2306.1116 to read as follows:
- 6 Sec. 2306.1116. NOTICE TO LOCAL GOVERNMENTS REQUIRED FOR
- 7 CERTAIN APPLICATIONS FOR FINANCIAL ASSISTANCE; HEARING AND
- 8 CERTIFICATION REQUIRED. (a) Not later than the 60th day before the
- 9 date an application for financial assistance for the construction
- 10 or rehabilitation of affordable rental housing is submitted to the
- 11 department, the applicant must provide notice of intent to file the
- 12 application to:
- 13 (1) the municipality in which any part of the proposed
- 14 development is to be located;
- 15 (2) the county in which any part of the proposed
- 16 development is to be located if that part will not be located in a
- 17 municipality; and
- 18 (3) the municipality and county in which the proposed
- 19 development is to be located if any part of the development is to be
- 20 <u>located in the extraterritorial jurisdiction of a municipality.</u>
- 21 (b) Not later than the 30th day after the date of receipt of
- 22 <u>notice under Subsection (a), a county or municipality, as</u>
- 23 applicable, shall provide for public comment on the proposed
- 24 application at a hearing held in compliance with Chapter 551.

- 1 (c) An application for financial assistance from the
- 2 department for the construction or rehabilitation of affordable
- 3 rental housing must be accompanied by a certified copy of a
- 4 resolution from each governing body that received notice under
- 5 Subsection (a). The resolution must certify that:
- 6 (1) notice has been provided to the governing body as
- 7 required by Subsection (a);
- 8 (2) the governing body has had sufficient opportunity
- 9 to obtain a response from the applicant regarding any questions or
- 10 concerns about the proposed development;
- 11 (3) the governing body has held a hearing under
- 12 Subsection (b); and
- 13 (4) after due consideration of the information
- 14 provided by the applicant and public comment, the governing body
- 15 does not object to the filing of the proposed application.
- 16 (d) A preapplication submitted under Section 2306.6704 is
- 17 not considered an application for purposes of this section.
- SECTION 2. Section 11.182, Tax Code, is amended by adding
- 19 Subsection (h-1) to read as follows:
- 20 (h-1) Money received by a school district from a payment in
- 21 lieu of taxes made under Subsection (h)(1)(A) is subject to the same
- 22 limitations and restrictions as ad valorem tax revenue received by
- 23 the district.
- SECTION 3. The change in law made by this Act in adding
- 25 Section 2306.1116, Government Code, applies only to an application
- 26 for financial assistance that is submitted to the Texas Department
- 27 of Housing and Community Affairs during an application cycle that

C.S.H.B. No. 3779

- 1 begins on or after the effective date of this Act. An application
- 2 for financial assistance that is submitted during an application
- 3 cycle that began before the effective date of this Act is governed
- 4 by the law in effect at the time the application cycle began, and
- 5 the former law is continued in effect for that purpose.
- 6 SECTION 4. This Act takes effect September 1, 2013.