Amend CSHB 3474 (senate committee printing) by adding the following appropriately numbered SECTIONS to the bill and renumbering subsequent SECTIONS of the bill accordingly:

SECTION \_\_\_\_. Chapter 418, Government Code, is amended by adding Subchapter F-1 to read as follows:

## SUBCHAPTER F-1. NATURAL DISASTER HOUSING RECOVERY

## Sec. 418.131. DEFINITIONS. In this subchapter:

- (1) "Center" means the Hazard Reduction and Recovery Center at Texas A&M University.
- (2) "Designated state agency" means a state agency designated by the governor as responsible for long-term natural disaster recovery under Section 418.132.
- (3) "Local government" means a county, municipality, or council of government.
- (4) "Plan" means a local housing recovery plan developed under Section 418.133.
- Sec. 418.132. DESIGNATED STATE AGENCY. (a) The governor shall designate a state agency to receive and administer federal and state funds appropriated for long-term natural disaster recovery.
  - (b) The designated state agency shall:
- (1) collaborate with the Texas Division of Emergency Management and the Federal Emergency Management Agency to secure reimbursement for housing needs in areas affected by natural disasters;
- (2) seek prior approval from the Federal Emergency

  Management Agency and the United States Department of Housing and

  Urban Development for the immediate post-disaster implementation

  of local housing recovery plans approved by the governor under

  Section 418.136; and
- (3) maintain a division with adequate staffing and other administrative support to carry out the agency's duties relating to long-term natural disaster recovery.
- (c) The designated state agency may adopt rules as necessary to implement the agency's duties under this subchapter.
- Sec. 418.133. LOCAL HOUSING RECOVERY PLAN. (a) A local government may develop and adopt a local housing recovery plan to

- provide for the rapid and efficient construction of permanent
  replacement housing following a natural disaster.
- (b) In developing the plan, a local government shall seek input from:
- (1) stakeholders in the community, including residents, local businesses, and community-based organizations; and
  - (2) neighboring local governments.
- (c) A local government may submit a plan developed and adopted under Subsection (a) to the center for certification.
- Sec. 418.134. DUTIES OF HAZARD REDUCTION AND RECOVERY CENTER; PLAN CRITERIA AND CERTIFICATION. (a) The center shall review and certify plans submitted to the center by local governments.
- (b) The center shall establish criteria for certifying a plan. The center may not certify a plan unless the plan:
- (1) identifies areas in the local government's boundaries that are vulnerable to natural disasters;
- (2) identifies sources of post-disaster housing assistance and recovery funds;
- (3) provides procedures for rapidly responding to a natural disaster, including procedures for:
- (A) assessing and reporting housing damage, disaggregated by insured and uninsured losses, to the governor;
- (B) providing fair and efficient access to natural disaster recovery assistance for residents;
- (C) determining residents' eligibility for natural disaster recovery assistance;
- (D) educating residents about the rebuilding process and providing outreach and case management services; and
- (E) prequalifying and training local professionals needed for natural disaster recovery;
- (4) provides procedures to encourage residents to rebuild outside of the vulnerable areas identified under Subdivision (1);
- (5) provides procedures to maximize the use of local businesses, contractors, and supplies to rebuild to the extent

## possible;

- (6) provides procedures to maximize cost efficiency;
- (7) provides for the construction of permanent replacement housing for displaced residents as soon as possible after the natural disaster, with a goal of completion in not later than six months; and
  - (8) complies with applicable state and federal law.
- (c) If the center determines that a plan does not meet the criteria prescribed by Subsection (b), the center shall identify the plan's deficiencies and assist the local government in revising the plan to meet the criteria.

- (d) The center shall provide training to local governments and community-based organizations on developing a plan. A local government that submits a plan to the center for certification under this section shall designate at least one representative to attend the center's training. The training must include information relating to:
- (1) previous experiences with housing recovery from natural disasters;
- (2) best practices for achieving rapid and efficient construction of permanent replacement housing;
- (3) federal and state laws and regulations on natural
  disaster recovery;
- (4) methods for identifying and planning for vulnerable areas and populations before a natural disaster; and
  - (5) cost-effective land use and building practices.
- (e) The center shall create and maintain mapping and data resources related to natural disaster recovery and planning, including the Texas Coastal Communities Planning Atlas.
- (f) The center shall assist a local government on request in identifying areas that are vulnerable to natural disasters.
- (g) The center shall provide recommendations to the Texas

  Department of Insurance regarding the development of policies,

  procedures, and education programs to enable the quick and

  efficient reporting and settling of housing claims related to

  natural disasters.
- (h) The center may seek and accept gifts, grants, donations, and other funds to assist the center in fulfilling its duties under this section.
- Sec. 418.135. REVIEW OF LOCAL HOUSING RECOVERY PLAN BY

  AGENCY. (a) The center shall submit to the designated state

  agency a plan certified by the center under Section 418.134.
- (b) The designated state agency shall review the plan and consult with the center and the local government about any potential improvements the agency may identify. In reviewing the plan, the agency shall give deference to the local government regarding matters in the local government's discretion.
  - (c) On completion of the review, the designated state

- agency shall accept the plan unless the agency determines that the plan does not:
- (1) satisfy the criteria for a certified plan under Section 418.134(b);
- (2) provide for the rapid and efficient construction of permanent replacement housing; or
  - (3) comply with applicable state and federal law.
- Sec. 418.136. APPROVAL BY GOVERNOR. (a) The designated state agency shall submit to the governor for approval or rejection a plan that the agency accepts under Section 418.135.
- (b) If the governor rejects a plan, the governor must provide a written explanation of the reasons for the rejection.
- (c) A local government, in consultation with the center and the designated state agency, may revise a plan rejected by the governor under this section and resubmit the plan to the governor for approval.

Sec. 418.137. EFFECT OF APPROVAL. (a) A plan approved by the governor under Section 418.136 is valid for four years and may be implemented during that period without further approval if a natural disaster occurs.

(b) In accordance with rules adopted by the designated state agency, on or before expiration, the plan may be reviewed by the center and the agency, updated if necessary, and resubmitted to the governor for approval or rejection.

SECTION \_\_\_\_\_. Not later than January 1, 2016, the governor shall designate a state agency as the agency responsible for long-term natural disaster recovery as required by Section 418.132, Government Code, as added by this Act, and shall file that designation with the secretary of state for publication in the Texas Register.

LUCIO

BETTENCOURT

NICHOLS

L. TAYLOR