

By: Collier, Alvarado, Bernal

H.B. No. 3535

A BILL TO BE ENTITLED

1 AN ACT

2 relating to low income housing tax credits awarded for certain  
3 developments.

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

5 SECTION 1. Section 2306.6711, Government Code, is amended  
6 by adding Subsection (g) to read as follows:

7 (g) Except as necessary to comply with the nonprofit  
8 set-aside required by Section 42(h)(5), Internal Revenue Code of  
9 1986 (26 U.S.C. Section 42(h)(5)), in an urban subregion of a  
10 uniform state service region that contains a county with a  
11 population of more than 1,700,000, the board shall allocate housing  
12 tax credits to:

13 (1) the highest scoring development, if any, that is  
14 part of a concerted plan of revitalization and is located in that  
15 urban subregion in a municipality with a population of 500,000 or  
16 more; and

17 (2) the highest scoring development, if any, that is  
18 located in a high opportunity area in that urban subregion, as  
19 determined by the department.

20 SECTION 2. The change in law made by this Act applies only  
21 to the allocation of low income housing tax credits for an  
22 application cycle that begins on or after January 1, 2017. The  
23 allocation of low income housing tax credits for an application  
24 cycle that begins before January 1, 2017, is governed by the law in

1 effect on the date the application cycle began, and the former law  
2 is continued in effect for that purpose.

3 SECTION 3. This Act takes effect September 1, 2015.