By:Rodriguez of TravisH.B. No. 3808Substitute the following for H.B. No. 3808:By:By:BlancoC.S.H.B. No. 3808

A BILL TO BE ENTITLED

AN ACT

2 relating to financial assistance to local governmental entities 3 affected by the realignment of defense jobs or facilities.

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

5 SECTION 1. Section 436.1531(a), Government Code, is amended 6 to read as follows:

7 (a) The office may provide a loan of financial assistance to 8 a defense community for an economic development project that 9 minimizes the negative effects of a defense base reduction on the 10 defense community as a result of a United States Department of 11 Defense base realignment process that occurs during <u>1995</u> [2005] or 12 later. The loan shall be made from the Texas military value 13 revolving loan account established under Section 436.156.

SECTION 2. Section 436.1532(a), Government Code, is amended to read as follows:

The office may provide a loan of financial assistance to 16 (a) a defense community for an infrastructure project to accommodate 17 new or expanded military missions assigned to a military base or 18 defense facility located in, near, or adjacent to the defense 19 20 community as a result of a United States Department of Defense base 21 realignment process that occurs during 1995 [2005] or later. The 22 loan shall be made from the Texas military value revolving loan account established under Section 436.156. 23

24 SECTION 3. Sections 436.202(a) and (b), Government Code,

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1 are amended to read as follows:

2 (a) From money appropriated for this purpose, the 3 commission may make a grant to an eligible local governmental 4 entity to:

5 (1) enable the entity to match money or meet an 6 investment requirement necessary to receive federal assistance 7 provided to the local governmental entity for responding to or 8 recovering from an event described by Section 436.201(b);

9 (2) match the entity's contribution for a purpose 10 described by Section 436.203 at a closed or realigned defense 11 facility; [or]

(3) construct infrastructure and other projects necessary to accommodate a new or expanded military mission at a military base or to reduce the impact of an action of the United States Department of Defense that will negatively impact a defense facility located in or near the entity; or

17 <u>(4) construct infrastructure and other projects</u> 18 <u>necessary to prevent the reduction or closing of a defense</u> 19 <u>facility</u>.

(b) The commission may not make a grant for an amount lessthan \$50,000 or an amount more than the lesser of:

(1) 50 percent of the amount of matching money or
investment that the local governmental entity is required to
provide, subject to Subsection (c);

(2) 50 percent of the local governmental entity's
investment for purposes described by Section 436.203 if federal
assistance is unavailable; or

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(3) <u>\$5</u> [\$2] million.

2 SECTION 4. Section 436.203(c), Government Code, is amended 3 to read as follows:

(c) An eligible local governmental entity described by
Section 436.201(a)(3), [or] (4), or (5) may use the proceeds of the
grant to purchase or lease equipment to train defense workers whose
jobs have been threatened or lost because of an event described by
Section 436.201(b) or to train workers to support military
installations or defense facilities.

10 SECTION 5. This Act takes effect immediately if it receives 11 a vote of two-thirds of all the members elected to each house, as 12 provided by Section 39, Article III, Texas Constitution. If this 13 Act does not receive the vote necessary for immediate effect, this 14 Act takes effect September 1, 2015.