By: Zaffirini S.B. No. 973

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to financial assistance administered by the Texas
3	Department of Housing and Community Affairs in certain rural areas.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Sections 2306.004(28-a) and (36), Government
6	Code, are amended to read as follows:
7	(28-a) "Rural area" means an area that is located:
8	(A) outside the boundaries of a primary
9	metropolitan statistical area or a metropolitan statistical area;
10	or
11	(B) within the boundaries of a primary
12	metropolitan statistical area or a metropolitan statistical area,
13	if the [statistical] area:
14	(i) has a population of 25,000 or less and
15	does not share a boundary with an urban area; or
16	(ii) is designated by the department as a
17	rural area under Section 2306.0075.

- 18 (36) "Urban area" means the area that is located
- 19 within the boundaries of a primary metropolitan statistical area or
- 20 a metropolitan statistical area other than an area described by
- 21 Subdivision (28-a)(B) [or eligible for funding as described by
- 22 Subdivision (28-a)(C)].
- 23 SECTION 2. Subchapter A, Chapter 2306, Government Code, is
- 24 amended by adding Section 2306.0075 to read as follows:

- 1 Sec. 2306.0075. DESIGNATION OF CERTAIN AREAS AS RURAL. (a)
- 2 This section applies only to an area that:
- 3 (1) is located within the boundaries of a primary
- 4 metropolitan statistical area or a metropolitan statistical area;
- 5 and
- 6 (2) has a population of 25,000 or less.
- 7 (b) The department shall designate a statistical area
- 8 described by Subsection (a) as a rural area under Section
- 9 2306.004(28-a)(B)(ii) for purposes of receiving financial
- 10 assistance administered by the department under this chapter if the
- 11 department receives an ordinance or order:
- 12 (1) adopted by the governing body of the applicable
- 13 political subdivision seeking the designation described by this
- 14 subsection; and
- 15 (2) stating that the statistical area is a rural area
- 16 for purposes of receiving the financial assistance.
- 17 (c) The department shall adopt rules ensuring that
- 18 financial assistance provided to a designated rural area complies
- 19 with any applicable federal requirements regarding that
- 20 <u>assistance</u>.
- 21 SECTION 3. This Act takes effect September 1, 2015.