By: Simmons, et al. (Senate Sponsor - Nelson) H.B. No. 1449 (In the Senate - Received from the House May 4, 2017; May 8, 2017, read first time and referred to Committee on Business 1-1 1-2 1-3 & Commerce; May 15, 2017, reported adversely, with favorable Committee Substitute by the following vote: Yeas 6, Nays 1; 1-4 1-5 1-6 May 15, 2017, sent to printer.)

COMMITTEE VOTE 1-7

1-8		Yea	Nay	Absent	PNV
1-9	Hancock	Χ			•
1-10	Creighton	Χ			
1-11	Campbell	Χ			
1-12	Estes	Χ			
1-13	Nichols	Х			
1-14	Schwertner	Χ			
1-15	Taylor of Galveston			X	
1-16	Whitmire		Χ		
1-17	Zaffirini			X	

1-18 COMMITTEE SUBSTITUTE FOR H.B. No. 1449

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By: Campbell

1-19 A BILL TO BE ENTITLED 1-20 AN ACT

1-21 relating to prohibiting local governments from imposing certain 1-22 fees on new construction.

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

SECTION 1. The legislature finds that:

- (1) fees and exactions imposed by political subdivisions to fund subsidized housing materially increase the cost of housing construction and other forms of construction in the state; and
- (2) it is in the state's interest to incentivize housing affordability for Texas residents by circumscribing regulatory burdens imposed on the housing industry by political subdivisions.

SECTION 2. Chapter 250, Local Government Code, is amended by adding Section 250.008 to read as follows:

Sec. 250.008. LINKAGE FEES PROHIBITED. (a) A political subdivision may not adopt or enforce a charter provision, ordinance, order, or other regulation that imposes, directly or indirectly, a fee on new construction for the purposes of offsetting the cost or rent of any unit of residential housing.

For purposes of this section:

(1) a fee is imposed indirectly on new construction if a charter provision, ordinance, order, or other regulation allows acceptance by the political subdivision of a fee on new construction; and

(2) new construction includes zoning, subdivisions, and building permits associated with new construction. site plans,

This section does not apply to: (c)

(1) an affordable housing and property tax abatement program:

(A) in existence on January 1, 2017;
(B) adopted under Chapter 378 by a municipality with a population of more than 700,000; and

(C) for which eligibility is maintained required under Chapter 312, Tax Code; or

(2) an ordinance, order, or other similar measure in effect on January 1, 2017, that allows voluntary payment of a fee to a political subdivision in connection with the issuance of a zoning waiver related to new construction that allows a multifamily residential or commercial structure to exceed height or square

footage limitations.

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(d) A charter provision, ordinance, order, or other regulation adopted by a political subdivision that conflicts with this section is null and void.

SECTION 3. The change in law made by this Act does not apply to an agreement relating to providing subsidized housing entered into before the effective date of this Act.

SECTION 4. This Act takes effect immediately if it receives

SECTION 4. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2017.

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