

SENATE AMENDMENTS

2nd Printing

By: Collier

H.B. No. 3574

A BILL TO BE ENTITLED

AN ACT

relating to the allocation of low income housing tax credits.

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

SECTION 1. Section 2306.6710(a), Government Code, is amended to read as follows:

(a) In evaluating an application, the department shall determine whether the application satisfies the threshold criteria required by the board in the qualified allocation plan. Educational Quality may be considered by the department as part of the threshold criteria but shall not be considered by the department under Section 2306.6710(b). The department shall reject and return to the applicant any application that fails to satisfy the threshold criteria.

SECTION 2. The change in law made by this Act applies only to an application for low income housing tax credits that is submitted to the Texas Department of Housing and Community Affairs during an application cycle that is based on the 2018 qualified allocation plan or a subsequent plan adopted by the governing board of the department under Section 2306.67022, Government Code. An application that is submitted during an application cycle that is based on an earlier qualified allocation plan is governed by the law in effect on the date the application cycle began, and the former law is continued in effect for that purpose.

SECTION 3. This Act takes effect September 1, 2017.

ADOPTED

March 4 2017

Gregory Saw
Secretary of the Senate

By: Collier/Menéndez

H.B. No. 3574

Substitute the following for H.B. No. 3574:

By: *Gregory Saw*

C.S.H.B. No. 3574

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

4 SECTION 1. SECTION 1. Section 2306.6710(a), Government
5 Code, is amended to read as follows:

6 (a) In evaluating an application, the department shall
7 determine whether the application satisfies the threshold
8 criteria required by the board in the qualified allocation plan.
9 Educational Quality may be considered by the department as part
10 of the threshold criteria but shall not be considered by the
11 department as a scoring factor. The department shall reject and
12 return to the applicant any application that fails to satisfy
13 the threshold criteria.

14 SECTION 2. The change in law made by this Act expires on
15 August 31, 2019, and thereafter reverts to the law in effect
16 prior to the enactment of these changes. This change applies
17 only to an application for low income housing tax credits that
18 is submitted to the Texas Department of Housing and Community
19 Affairs during an application cycle that is based on the 2018
20 qualified allocation plan or a subsequent plan adopted by the
21 governing board of the department under Section 2306.67022,
22 Government Code. An application that is submitted during an
23 application cycle that is based on an earlier qualified
24 allocation plan is governed by the law in effect on the date the

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

3 SECTION 3. Not later than September 1, 2019, the department
4 shall report the outcome of considering Educational Quality in
5 threshold and not as a scoring factor in an application

6 SECTION 4. This Act takes effect September 1, 2017.

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 25, 2017

TO: Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3574 by Collier (Relating to the allocation of low income housing tax credits.), **As Passed 2nd House**

No significant fiscal implication to the State is anticipated.

The bill would amend the Government Code relating to the allocation of low income housing tax credits. The bill would permit the Texas Department of Housing and Community Affairs (TDHCA) to consider education quality as part of the threshold criteria for the evaluation of certain applications but would prohibit education quality from being considered as a scoring factor. The bill would require TDHCA to submit a report by September 1, 2019 on the outcome of considering education quality under the provisions of the bill. Under the provisions of the bill, the change in law made by the bill would expire on August 31, 2019.

TDHCA anticipates any additional work resulting from the passage of the bill could be reasonably absorbed within current resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 332 Department of Housing and Community Affairs

LBB Staff: UP, SD, JGA, EH, EK

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 22, 2017

TO: Honorable Eddie Lucio, Jr., Chair, Senate Committee on Intergovernmental Relations

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3574 by Collier (Relating to the allocation of low income housing tax credits.),
Committee Report 2nd House, Substituted

<p>No significant fiscal implication to the State is anticipated.</p>
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TDHCA anticipates any additional work resulting from the passage of the bill could be reasonably absorbed within current resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 332 Department of Housing and Community Affairs

LBB Staff: UP, JGA, EH, EK

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 12, 2017

TO: Honorable Eddie Lucio, Jr., Chair, Senate Committee on Intergovernmental Relations

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3574 by Collier (Relating to the allocation of low income housing tax credits.), As
Engrossed

No significant fiscal implication to the State is anticipated.

The bill would amend the Government Code relating to the allocation of low income housing tax credits. The bill would permit the Texas Department of Housing and Community Affairs (TDHCA) to consider education quality as part of the threshold criteria for the evaluation of certain applications.

TDHCA anticipates any additional work resulting from the passage of the bill could be reasonably absorbed within current resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 332 Department of Housing and Community Affairs

LBB Staff: UP, JGA, EH, EK

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 1, 2017

TO: Honorable Carol Alvarado, Chair, House Committee on Urban Affairs

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3574 by Collier (Relating to the allocation of low income housing tax credits.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend the Government Code relating to the allocation of low income housing tax credits. The bill would permit the Texas Department of Housing and Community Affairs (TDHCA) to consider education quality as part of the threshold criteria for the evaluation of certain applications.

TDHCA anticipates any additional work resulting from the passage of the bill could be reasonably absorbed within current resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 332 Department of Housing and Community Affairs

LBB Staff: UP, JGA, EH, EK