

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 89TH LEGISLATIVE REGULAR SESSION

April 4, 2025

TO: Honorable Paul Bettencourt, Chair, Senate Committee on Local Government

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: SB2260 by Cook (Relating to reports on information regarding certain multifamily residential developments to the Texas Department of Housing and Community Affairs.), **As Introduced**

Estimated Two-year Net Impact to General Revenue Related Funds for SB2260, As Introduced: a negative impact of (\$543,854) through the biennium ending August 31, 2027.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

General Revenue-Related Funds, Five- Year Impact:

<i>Fiscal Year</i>	Probable Net Positive/(Negative) Impact to <i>General Revenue Related Funds</i>
2026	(\$337,177)
2027	(\$206,677)
2028	(\$206,677)
2029	(\$206,677)
2030	(\$206,677)

All Funds, Five-Year Impact:

<i>Fiscal Year</i>	Probable Savings/(Cost) from <i>General Revenue Fund</i> 1	<i>Change in Number of State Employees from FY 2025</i>
2026	(\$337,177)	2.0
2027	(\$206,677)	2.0
2028	(\$206,677)	2.0
2029	(\$206,677)	2.0
2030	(\$206,677)	2.0

Fiscal Analysis

The bill would amend Government Code to require the Texas Department of Housing and Community Affairs (TDHCA) to create and maintain a new public database for tracking and reporting on certain multifamily residential developments. The bill would require political subdivisions to submit an annual report to TDHCA containing information about certain multifamily residential developments.

The legislation would take effect on September 1, 2025.

Methodology

Based on analysis from TDHCA, the agency would require 2.0 additional FTEs to implement the bill's provisions. The agency would need 1.0 Information Technology Business Analyst I position with an annual salary of \$70,662 and benefits of \$21,143 to manage the daily operations of the database. The agency would need 1.0 Programmer III with an annual salary of \$85,200 and benefits of \$25,492 to build and maintain a web application that would allow political subdivisions to submit the required report and allow the public to access the information. The agency would require \$4,180 each fiscal year for other operating expenses associated with the additional FTEs. TDHCA would expand the agency's Central Database infrastructure to accommodate the new database rather than develop a new system.

Technology

Based on analysis from TDHCA, the agency would require two new servers to support the new database module, at a one-time cost of \$90,000 in fiscal year 2026. The agency would require \$5,500 for one-time costs in fiscal year 2026 for computers and software for the 2.0 additional FTEs. The agency would require \$35,000 for one-time costs in fiscal year 2026 for initial cybersecurity penetration testing of the new module.

Local Government Impact

There could be an impact to political subdivisions related to compiling and submitting the required reports to TDHCA.

Source Agencies: 332 Department of Housing and Community Affairs

LBB Staff: JMc, SZ, GDZ, DPE