

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 89TH LEGISLATIVE REGULAR SESSION

May 28, 2025

TO: Honorable Dan Patrick, Lieutenant Governor, Senate

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: SB2477 by Bettencourt (Relating to certain municipal regulation of conversion of certain office buildings to mixed-use and multifamily residential occupancy.), **As Passed 2nd House**

No significant fiscal implication to the State is anticipated.

It is assumed that any costs associated with the bill could be absorbed using existing resources.

Provisions of the bill reducing restrictions on mixed-use and multi-family residential developments could have an impact on taxable property values and the related costs to the state through the operation of the school finance formula. However, the impact is unlikely to be significant.

Local Government Impact

There could be an impact on municipalities that are currently regulating mixed-used and multifamily developments in ways that would be prohibited by the bill.

Source Agencies: 212 Office of Court Administration, Texas Judicial Council, 302 Office of the Attorney General, 304 Comptroller of Public Accounts

LBB Staff: JMc, SZ, BC, CWi, BRI, CMA