By: González of El Paso H.B. No. 2792

Substitute the following for H.B. No. 2792:

By: Alvarado C.S.H.B. No. 2792

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to housing authorities established by municipalities and

3 counties.

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

5 SECTION 1. Sections 392.005(c) and (d), Local Government

6 Code, are amended to read as follows:

- 7 (c) An exemption under this section for a multifamily
- 8 residential development which is owned by  $[\frac{(i)}{(i)}]$  a public facility
- 9 corporation created by a housing authority under Chapter 303, owned
- 10 by [(ii)] a housing development corporation, or owned by [(iii)] a
- 11 similar entity created by a housing authority and which does not
- 12 have at least 20 percent of its units reserved for public housing
- 13 units, rent-restricted units subsidized by a housing authority, or
- 14 a combination of public housing and rent-restricted units, applies
- 15 only if:
- 16 (1) the authority holds a public hearing, at a regular
- 17 meeting of the authority's governing body, to approve the
- 18 development; and
- 19 (2) at least 50 percent of the units in the multifamily
- 20 residential development are reserved for occupancy by individuals
- 21 and families earning less than 80 percent of the area median family
- 22 income.
- 23 (d) For the purposes of Subsection (c), a "public housing
- 24 unit":

- 1 (1) is a dwelling unit for which the owner:
- 2 (A) receives a public housing operating subsidy;
- 3 <u>or</u>
- 4 (B) received a public housing operating subsidy,
- 5 if the dwelling unit was subsequently converted through the Rental
- 6 Assistance Demonstration program administered by the United States
- 7 Department of Housing and Urban Development as specified by the
- 8 Consolidated and Further Continuing Appropriations Act of 2012
- 9 (Pub. L. No. 112-55) and its subsequent amendments; and
- 10 (2) [. It] does not include a unit for which payments
- 11 are made to the landlord under the federal Section 8 Housing Choice
- 12 Voucher Program unless the unit was converted under the Rental
- 13 Assistance Demonstration program.
- 14 SECTION 2. Section 392.0331(b), Local Government Code, is
- 15 amended to read as follows:
- 16 (b) Except as provided by Subsection (b-1), in appointing
- 17 commissioners under Section 392.031, a municipality with a
- 18 municipal housing authority composed of five commissioners shall
- 19 appoint at least one commissioner to the authority who is a tenant
- 20 of a public housing project over which the authority has
- 21 jurisdiction or who is a recipient of housing assistance
- 22 <u>administered through the authority's housing choice voucher</u>
- 23 program. Except as provided by Subsection (b-2), in appointing
- 24 commissioners under Section 392.031, a municipality with a
- 25 municipal housing authority composed of seven or more commissioners
- 26 shall appoint at least two commissioners to the authority who are
- 27 tenants of a public housing project over which the authority has

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- 1 jurisdiction  $\underline{\text{or}}$  who are recipients of housing assistance
- 2 <u>administered</u> through the authority's housing choice voucher
- 3 program.
- 4 SECTION 3. This Act takes effect September 1, 2017.