

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 88TH LEGISLATIVE REGULAR SESSION

March 27, 2023

TO: Honorable J. M. Lozano, Chair, House Committee on Urban Affairs

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3591 by Shaheen (Relating to the allocation of low income housing tax credits.), **As Introduced**

Estimated Two-year Net Impact to General Revenue Related Funds for HB3591, As Introduced : an impact of \$0 through the biennium ending August 31, 2025.

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>	<i>Probable Net Positive/(Negative) Impact to General Revenue Related Funds</i>
2024	\$0
2025	\$0
2026	\$0
2027	\$0
2028	\$0

All Funds, Five-Year Impact:

<i>Fiscal Year</i>	<i>Probable Savings/(Cost) from Appropriated Receipts 666</i>	<i>Change in Number of State Employees from FY 2023</i>
2024	(\$288,843)	3.0
2025	(\$281,343)	3.0
2026	(\$281,343)	3.0
2027	(\$281,343)	3.0
2028	(\$281,343)	3.0

Fiscal Analysis

The bill would amend the Occupations code to require the Texas Department of Housing and Community Affairs to issue final commitment for an allocation of housing tax credits no later than 90 days after the date a development owner submits to the department the Form 8609 documentation packet also known as the cost certification packet.

Methodology

The bill requires the department to issue final commitment for an allocation of housing tax credits no later than 90 days after the date a development owner submits to the department the Form 8609 documentation packet. Due to the shortened time frame for issuing final commitment, this estimate assumes that the agency would require three additional Asset Managers positions (\$71,050 per year per FTE with estimated benefits of \$21,231 per FTE). Also included in the estimate are onetime startup technology costs of \$7,500 and annual costs of \$4,500 for general supplies.

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: JMc, AF, GDZ, SLee