

BILL SUMMARY
1st Session of the 60th Legislature

Bill No.:	HB 1114
Version:	Introduced
Request Number:	11760
Author:	Rep. Stewart
Date:	2/24/2025
Impact:	\$0

Research Analysis

HB 1114 as introduced, allows municipalities to adopt a municipal land bank program for the purpose of selling real property that has been foreclosed due to a tax lien to developers for the construction of affordable housing. Municipalities that adopt a municipal land bank program must establish a land bank for the purpose of acquiring, holding, and transferring unimproved real property. Foreclosed real property that is sold to a municipal land bank must be sold to a qualifying affordable housing developer within a three-year period following the date of acquisition. Qualifying developers are those that have developed three or more housing units within the previous three years, have a development plan approved by the municipality, and meet all requirements of the municipal land bank plan.

Municipalities that adopt a municipal land bank program must adopt a municipal land bank plan annually. The plan is to be presented at a public hearing prior to adoption.

The plan must include:

- A list of community housing development organizations eligible to participate in the right of first refusal;
- A list of parcels of real property that may become eligible for sale to the land bank during the next year and a plan for affordable housing development on those parcels; and
- The sources and amounts of money anticipated to be available from the municipality for subsidies for development of affordable housing in the municipality.

Lastly, the municipal land bank must submit a performance report that includes certain information as laid out in the measure to the municipality by November 1 each year.

Prepared By: Keana Swadley

Fiscal Analysis

HB 1114 provides authorizations and requirements to municipalities and developers regarding municipal land bank programs. The measure primarily affects counties and cities; therefore, no direct fiscal impact on the state budget or appropriations is anticipated.

Prepared By: Zach Lein, House Fiscal Staff

Other Considerations

None.

