

**STORAGE NAME:** h0863.ca

**DATE:** April 1, 1999

**HOUSE OF REPRESENTATIVES  
COMMITTEE ON  
COMMUNITY AFFAIRS  
TRUST FUND RE-CREATION ANALYSIS**

**BILL #:** HB 863

**RELATING TO:** Trust Fund (Affordable Residential Accommodations)

**SPONSOR(S):** Representative Trovillion

**COMPANION BILL(S):** HB 759 (c)

**ORIGINATING COMMITTEE(S)/COMMITTEE(S) OF REFERENCE:**

- (1) HEALTH CARE LICENSING & REGULATION (HFC) W/D
  - (2) COMMUNITY AFFAIRS (PRC)
  - (3) HEALTH & HUMAN SERVICES APPROPRIATIONS (FRC)
  - (4)
  - (5)
- 

**I. SUMMARY:**

The bill establishes a trust fund needed to implement HB 759, which was introduced to establish requirements for the affordable residential accommodation establishments program.

The bill provides for the administration of the fund and distribution of funds by the Department of Health. The bill designates the trust fund as the Affordable Residential Accommodations Trust Fund, and, unless terminated sooner, will be terminated on October 1, 2002.

The bill takes effect on October 1, 1999, if HB 759 or similar legislation is adopted in the same legislative session or an extension of a legislative session.

**II. SUBSTANTIVE ANALYSIS:**

**A. PRESENT SITUATION:**

House Bill 759 was filed and introduced on March 20, 1999, and establishes an affordable housing program. Application and permit fees are collected from entities desiring to participate in the program.

**1. MAJOR STATUTES THAT CONTROL THE TRUST FUND:**

Newly created chapter 510, relating to affordable residential accommodation establishments.

**2. BRIEF DESCRIPTION OF THE FUND'S USES OR PURPOSES:**

The funds will be used to finance the affordable residential accommodation establishment program. This program requires that such establishments must be inspected at least twice a year, more under certain circumstances. The funds will be used to administer and enforce the provisions establishing the program pursuant to HB 759.

**3. MAJOR SOURCES OF REVENUE FOR THE FUND:**

The major sources of revenue for the fund are derived from both the application and permit fees of proprietors seeking to qualify as a registered affordable residential accommodation.

**B. EFFECT OF PROPOSED CHANGES:**

A trust fund is created that is needed to implement HB 759. The fund is to be used for:

- Inspections of affordable residential accommodation establishments.
- Enforcement of rules and regulations pertaining to operating an affordable residential accommodation establishment.

**STORAGE NAME:** h0863.ca

**DATE:** April 1, 1999

**PAGE 2**

- Fines collected from violators of HB 759.

If the implementing legislation passes this session, the bill takes effect October 1, 1999.

C. STATUTE(S) AFFECTED:

Newly created chapter 510.

III. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT:

This legislation has no fiscal impact on state agencies or state funds, on local governments as a whole, or on the private sector. It simply creates, without modification, a state trust fund and continues the current use of the fund.

IV. COMMENTS:

None.

V. AMENDMENTS OR COMMITTEE SUBSTITUTE CHANGES:

Representative Trovillion offers an amendment to insert the correct substantive bill number, which is HB 759, relating to affordable residential accommodations, in this trust fund bill.

VI. SIGNATURES:

COMMITTEE ON:

Prepared by:

Staff Director:

---

Nayola R. Frazier

---

Joan Highsmith-Smith