By: Lucio S.B. No. 2289

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the housing trust fund and the issuance of general
3	obligation bonds by the Texas Department of Housing and Community
4	Affairs to provide money for the fund.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Section 2306.201, Government Code, is amended by
7	amending Subsection (b) and adding Subsection (c) to read as
8	follows:
9	(b) The fund consists of:
10	(1) appropriations or transfers made to the fund;
11	(2) unencumbered fund balances;
12	(3) public or private gifts, [ər] grants, or
13	<pre>donations;</pre>
14	(4) investment income, including all interest,
15	dividends, capital gains, or other income from the investment of
16	any portion of the fund;
17	(5) repayments received on loans made from the fund;
18	[and]
19	(6) proceeds from the issuance and sale of general
20	obligation bonds under Section 2306.2055; and
21	(7) funds from any other source.
22	(c) The department may accept gifts, grants, or donations

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for the housing trust fund. All funds received for the housing

trust fund under Subsection (b) shall be deposited or transferred

- 1 into the Texas Treasury Safekeeping Trust Company.
- 2 SECTION 2. Section 2306.202(b), Government Code, is amended
- 3 to read as follows:
- 4 (b) Use of the fund is limited to providing:
- 5 (1) assistance for individuals and families of low and
- 6 very low income;
- 7 (2) technical assistance and capacity building to
- 8 nonprofit organizations engaged in developing housing for
- 9 individuals and families of low and very low income; [and]
- 10 (3) security for repayment of revenue bonds issued to
- 11 finance housing for individuals and families of low and very low
- 12 income; and
- 13 (4) payment for costs associated with general
- 14 obligation bonds issued as provided by board resolution under
- 15 <u>Section 2306.2055</u>.
- 16 SECTION 3. Subchapter I, Chapter 2306, Government Code, is
- 17 amended by adding Section 2306.2055 to read as follows:
- 18 Sec. 2306.2055. ISSUANCE OF GENERAL OBLIGATION BONDS;
- 19 DISPOSITION OF PROCEEDS. (a) The board by resolution may provide
- 20 for the issuance and sale of general obligation bonds authorized by
- 21 the constitution, and the proceeds shall be deposited to the credit
- 22 of the housing trust fund.
- 23 (b) Bonds issued under this section may be issued in the
- 24 manner and under the terms determined and provided by the board in
- 25 the resolution authorizing the issuance of the bonds.
- 26 (c) The total amount of general obligation bonds issued
- 27 under this section in a state fiscal year may not exceed \$50

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## 1 million.

- 2 SECTION 4. This Act takes effect January 1, 2010, but only
- 3 if the constitutional amendment proposed by the 81st Legislature,
- 4 Regular Session, 2009, authorizing the issuance of general
- 5 obligation bonds to provide funds for affordable housing is
- 6 approved by the voters. If that amendment is not approved by the
- 7 voters, this Act has no effect.