By: West S.B. No. 659

## A BILL TO BE ENTITLED

1	Z\ 1\T	ACT
<b></b>	$\Delta$ IN	ACI

- 2 relating to debarment of certain persons from participating in
- 3 programs administered by the Texas Department of Housing and
- 4 Community Affairs.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 2306.6721, Government Code, is
- 7 transferred to Subchapter B, Chapter 2306, Government Code,
- 8 redesignated as Section 2306.0504, Government Code, and amended to
- 9 read as follows:
- 10 Sec. 2306.0504 [2306.6721]. DEBARMENT FROM PROGRAM
- 11 PARTICIPATION. (a) The board by rule shall adopt a policy
- 12 providing for the debarment of a person from participation in
- 13 programs administered by the department [the low income housing tax
- 14 credit program as described by this section].
- 15 (b) The department may debar a person from participation in
- 16 a department [the] program on the basis of the person's past failure
- 17 to comply with any condition imposed by the department in the
- 18 administration of its programs [connection with the allocation of
- 19 housing tax credits].
- 20 (c) The department shall debar a person from participation
- 21 in <u>a department</u> [the] program if the person:
- 22 (1) materially <u>or repeatedly</u> violates any condition
- 23 imposed by the department in connection with the administration of
- 24 a department program, including a material or repeated violation of

- 1 a land use restriction agreement regarding a development supported
- 2 <u>with a [allocation of]</u> housing tax <u>credit allocation</u> [credits]; <u>or</u>
- 3 (2) is debarred from participation in federal housing
- 4 programs by the United States Department of Housing and Urban
- 5 Development[<del>, or</del>
- 6 [(3) is in material noncompliance with or has
- 7 repeatedly violated a land use restriction agreement regarding a
- 8 development supported with a housing tax credit allocation].
- 9 (d) A person debarred by the department from participation
- 10 in <u>a department</u> [the] program may appeal the person's debarment to
- 11 the board.
- 12 SECTION 2. Section 2306.6717(a), Government Code, is
- 13 amended to read as follows:
- 14 (a) Subject to Section 2306.67041, the department shall
- 15 make the following items available on the department's website:
- 16 (1) as soon as practicable, any proposed application
- 17 submitted through the preapplication process established by this
- 18 subchapter;
- 19 (2) before the 30th day preceding the date of the
- 20 relevant board allocation decision, except as provided by
- 21 Subdivision (3), the entire application, including all supporting
- 22 documents and exhibits, the application log, a scoring sheet
- 23 providing details of the application score, and any other document
- 24 relating to the processing of the application;
- 25 (3) not later than the third working day after the date
- 26 of the relevant determination, the results of each stage of the
- 27 application process, including the results of the application

S.B. No. 659

- 1 scoring and underwriting phases and the allocation phase;
- 2 (4) before the 15th day preceding the date of board
- 3 action on the amendment, notice of an amendment under Section
- 4 2306.6712 and the recommendation of the director and monitor
- 5 regarding the amendment; and
- 6 (5) an appeal filed with the department or board under
- 7 Section <u>2306.0504 or</u> 2306.6715 [<del>or 2306.6721</del>] and any other
- 8 document relating to the processing of the appeal.
- 9 SECTION 3. This Act takes effect September 1, 2013.