

By: Watson

S.B. No. 989

A BILL TO BE ENTITLED

AN ACT

relating to the amount of money transferred to the owner-builder revolving loan fund and the maximum loan amount made to persons under the owner-builder loan program.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 2306.754(b), Government Code, is amended to read as follows:

(b) If it is not possible for an owner-builder to purchase necessary real property and build or rehabilitate adequate housing for \$45,000, the owner-builder must obtain the amount necessary that exceeds \$45,000 from other sources of funds. [~~The total amount of amortized, repayable loans made by the department and other entities to an owner-builder under this subchapter may not exceed \$90,000.~~]

SECTION 2. Section 2306.7581(a-1), Government Code, is amended to read as follows:

(a-1) Each state fiscal year the department shall transfer at least \$5.5 [~~\$3~~] million to the owner-builder revolving loan fund from money received under the federal HOME Investment Partnerships program established under Title II of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. Section 12701 et seq.), from money in the housing trust fund, or from money appropriated by the legislature to the department. This subsection expires on, and a transfer may not be made under this subsection for a state fiscal

1 year that begins after, the later of August 31, 2025, or the last  
2 day of the first state fiscal year for which an audited financial  
3 statement completed by an independent certified public accountant  
4 confirms that annual repayments made to the department under this  
5 subchapter equal the projected amount of funding made under this  
6 subchapter [~~2020~~].

7 SECTION 3. (a) As soon as practicable after the effective  
8 date of this Act, the Texas Department of Housing and Community  
9 Affairs shall adopt rules necessary to implement Sections  
10 2306.754(b) and 2306.7581(a-1), Government Code, as amended by this  
11 Act.

12 (b) The change in law made by this Act in amending Section  
13 2306.7581, Government Code, applies beginning with the state fiscal  
14 year that begins September 1, 2017.

15 SECTION 4. This Act takes effect immediately if it receives  
16 a vote of two-thirds of all the members elected to each house, as  
17 provided by Section 39, Article III, Texas Constitution. If this  
18 Act does not receive the vote necessary for immediate effect, this  
19 Act takes effect September 1, 2017.