

By: Sanford

H.B. No. 4086

A BILL TO BE ENTITLED

AN ACT

relating to the definition of "closing" for purposes of certain private activity bonds.

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

SECTION 1. Section 1372.001(3), Government Code, is amended to read as follows:

(3) "Closing" means the issuance and delivery of a bond by an issuer in exchange for a partial ~~[the required]~~ payment which may not be less than 10 percent of the required payment for the bond. The term does not include a delivery of a bond if expenditure of the proceeds of the bond is conditioned on obtaining credit enhancement in support of the bond.

SECTION 2. This Act takes effect September 1, 2019.