

Representative Brad L. Dee proposes the following substitute bill:

HOUSING RELIEF RESTRICTED SPECIAL

REVENUE FUND

2009 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Scott K. Jenkins

House Sponsor: Michael T. Morley

LONG TITLE

General Description:

This bill creates the Housing Relief Restricted Special Revenue Fund and provides for grants to be made from the fund for homebuyers purchasing a newly constructed residence.

Highlighted Provisions:

This bill:

- ▶ provides that the Utah Housing Corporation administer grants to the buyers of a newly constructed residence;
- ▶ requires the state treasurer to fund grants made to buyers of newly constructed residences; and
- ▶ creates the Housing Relief Restricted Special Revenue Fund, from which grant monies will be paid.

Monies Appropriated in this Bill:

None

Other Special Clauses:

This bill provides an immediate effective date.

Utah Code Sections Affected:



26 ENACTS:

27 **9-4-927**, Utah Code Annotated 1953

28 **67-4-18**, Utah Code Annotated 1953



30 *Be it enacted by the Legislature of the state of Utah:*

31 Section 1. Section **9-4-927** is enacted to read:

32 **9-4-927. New housing grants -- Reimbursement from Housing Relief Restricted**
33 **Special Revenue Fund.**

34 (1) Subject to the availability of funds in the Housing Relief Restricted Special
35 Revenue Fund created in Section 67-4-18, the corporation shall approve on behalf of the state a
36 grant of \$6,000 to a person who:

37 (a) purchases ~~H~~→ [of] ←~~H~~ a newly constructed, never-occupied residence in Utah using
37a a 30-year
38 fixed interest rate note and mortgage; and

39 (b) meets the requirements established in Subsections (2) and (3).

40 (2) A person may not receive a grant under this section if the person's income, as
41 determined by the corporation, exceeds:

42 (a) \$75,000 for a single person; or

43 (b) \$150,000 for a married couple.

44 (3) The corporation shall establish procedures for determining a person's eligibility for
45 a grant under this section, including establishing a limit on the time for which the funds for a
46 grant may remain in escrow, which may not exceed 90 days ~~H~~→ [unless the corporation determines
47 there is good cause for extending the time] ←~~H~~ .

48 Section 2. Section **67-4-18** is enacted to read:

49 **67-4-18. Housing Relief Restricted Special Revenue Fund -- Payments to Utah**
50 **Housing Corporation.**

51 (1) As used in this section, "fund" means the Housing Relief Restricted Special
52 Revenue Fund created by this section.

53 (2) There is created the Housing Relief Restricted Special Revenue Fund.

54 (3) The fund shall be comprised of monies deposited in the fund from monies received
55 as a result of the federal American Recovery and Reinvestment Act of 2009.

56 (4) Monies in the fund shall be expended to fund grants to be made by the Utah

57 Housing Corporation in accordance with Section 9-4-927.

58 (5) The treasurer may place funds in an escrow account, upon which the Utah Housing
59 Corporation may draw to make grants in accordance with Section 9-4-927.

60 (6) The treasurer may use monies from the fund to pay the costs of escrow and other
61 expenses of the corporation in connection with its duties under Section 9-4-927.

62 (7) The treasurer shall administer the fund and make payments from the fund in
63 accordance with this section and Section 9-4-927.

64 Section 3. **Effective date.**

65 If approved by two-thirds of all the members elected to each house, this bill takes effect
66 upon approval by the governor, or the day following the constitutional time limit of Utah
67 Constitution Article VII, Section 8, without the governor's signature, or in the case of a veto,
68 the date of veto override.

S.B. 260 2nd Sub. (Salmon) - Housing Relief Restricted Special Revenue Fund

Fiscal Note

2009 General Session

State of Utah

State Impact

Enactment of this bill will not require additional appropriations.

Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for businesses, or local governments. Individuals purchasing certain homes could receive a grant of up to \$6,000.
