

SENATE BILL 2289

By Kyle

AN ACT to amend Tennessee Code Annotated, Title 13, Chapter 23 and Title 67, Chapter 4, relative to affordable housing.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-409(d), is amended by adding the following new subdivision:

(4) Notwithstanding this section to the contrary, each county register or other official who collects transfer taxes under subsection (a) or mortgage taxes under subsection (b) shall remit twenty percent (20%) of such taxes to the Tennessee housing development agency for deposit into the homebuyers' revolving loan fund pool created under § 13-23-301 to be used in accordance with § 13-23-301(c).

SECTION 2. Tennessee Code Annotated, Section 13-23-301, is amended by adding the following new subsection (c):

(c)

(1) The agency shall deposit funds received pursuant to § 67-4-409(d)(4) into the fund. Such funds must be accounted for separately and used to make low-interest or zero-interest construction loans for affordable housing to low-income persons in areas that have a critical need for affordable housing.

(2) The agency may promulgate rules for purposes of administering the funds deposited in accordance with subdivision (c)(1) in accordance with the Uniform Administrative Procedures Act, codified in title 4, chapter 5.

SECTION 3. This act takes effect upon becoming a law, the public welfare requiring it.